

WELLS RURAL ELECTRIC COMPANY

Regular Meeting of the Board of Directors

A regular meeting of the Wells Rural Electric Company was held at the Company office in Wells, on Friday night, September 21, 1962, at 7:30 P.M. The following members were present: President Robert R. Wright, James Ballard, Arthur Grock, Herbert Uhlig, Eyer Boies, Roger Smith and Charles Read, Acting Secretary, recording the minutes.

The minutes of the previous meeting were read and approved.

A delegation from Starr Valley appeared in regards to the rates they are being charged. They were Lloyd Cory, Homer Jaynes, James Dahl, Mrs. J. M. Dahl, Harvey Dahl, Robert Black, Orville Smiley, and Mrs. Orville Smiley. Harvey Dahl was spokesman for the group and stated that he felt the rates were too high considering Starr Valley built their own line. A lengthy discussion was held in the matter and the principal difference of agreement was on the minimum of \$25.00 being applied when a ranch was transferred in ownership. President Wright suggested that the Board make a study with the possibility in mind of removing the \$25.00 minimum. Harvey Dahl suggested that Starr Valley be put on the Wells town residential rate.

A delegation of ranchers from the Jiggs-Lee area headed by Warner Mitchell appeared to ask about the progress of the Jiggs-Lee area. A discussion of possibilities as to the area was made. It was decided that a meeting would be arranged with Reid Gardner within two weeks. Roger Smith asked whether it would be to Wells Rural Electric Company's advantage to protest to Nevada Public Service Commission on the Nevada Power Company's rates or to let the protest come from the possible consumers.

Manager Blackett gave the financial report. The increase in margins for August was questioned. Manager Blackett stated that the June drop was due to Wendover expenses without revenue. The July drop was due to tax adjustments.

President Wright presented some amendments to the construction contract awarded to build to Bonneville, Ltd., etc. The amended contract to Bonneville, Ltd. amounts to \$54,117.37. The amended contract to Oasis, Johnson Ranch, F.A.A. Beacon Silverzone, Bell Repeater and the Maintenance Station is \$28,074.35.

President Wright moved and Herbert Uhlig seconded, that an Executive Committee approve the contracts at a special meeting. All materials have been ordered.

Manager Blackett read a letter from R.E.A. concerning the final payment of the engineering fee and demanded that \$600.00 be removed from the payment, and the board can pay the \$600.00 from general funds if they desire to pay it. James Ballard moved, Roger Smith seconded the motion that we go along with the R.E.A. recommendation not to pay the engineering final inspection fee. This motion supercedes any previous board motion or resolution. Motion carried.

The Bonneville, Ltd. bond from the Federal Insurance Company was presented with Attorney Vaughan's recommendation of approval. Herbert Uhlig moved and Eyer Boies seconded that the bond form be approved.

Manager Blackett read a copy of a letter from Mr. Sachs of R.E.A. concerning Section 5 loan funds. All papers have been forwarded.

Line crossing contracts between the Union Pacific Railroad Company and Wells Rural Electric Company were presented for crossings at Henry, Nevada. Eyer Boies moved, Roger Smith seconded that they be approved. Motion carried.

Attorney Vaughan's letter to University of Nevada and contract concerning Knoll Creek line were read by Manager Blackett. The board discussed the contract. Arthur Grock moved that if the contract met with University approval

it met with the boards approval. Eyer Boies seconded and motion carried.

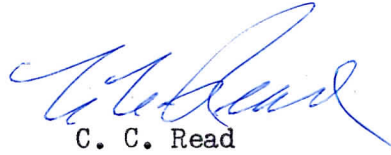
Another letter from Attorney Vaughan announced the final closing of White Pine Power District litigation.

Manager Blackett gave a resume of construction in progress.

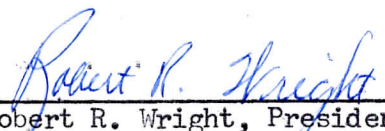
The annual meeting was discussed. The prizes are to be two electric blankets, electric heater, water heater and electric griddle. The annual meeting will be held at 7:30 P.M. and ballots will be given at the door.

James Ballard asked that complaints be adjusted.

Adjourned at 11:30 P.M.

  
C. C. Read  
Assistant Secretary

Approved:

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Robert R. Wright, President.