

REGULAR MEETING OF THE BOARD OF DIRECTORS

OF

WELLS RURAL ELECTRIC COMPANY

October 15, 1971

A regular meeting of the Board of Directors of Wells Rural Electric Company was held in the Company Office in Wells, Nevada on October 15, 1971 at 1:00 P.M.

The meeting was called to order by James L. Ballard, 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: JAMES L. BALLARD, ARTHUR GROCK, THOMAS ACHURRA, RAY CRAWFORD, WILLIAM GIBBS, LOURINDA WINES, VERNON DALTON, JESS URRESTI, JOE QUILLICI, AND CLARENCE SWETT.

Absent was: Robert Wright.

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

The minutes of the September 15, 1971 regular meeting were approved as written.

The minutes of the September 11, 1971 special meeting were approved as written.

NEW POWER SOURCE: Attorney Vaughan reported on the negotiations between Idaho Power Company and BPA.

Vernon Dalton moved that Wells Rural Electric Company terminate the power contract with Idaho Power Company, in six months, if reasonable progress in the negotiations between BPA and Idaho Power Company have not been successful. Motion seconded by Tom Achurra. Motion passed.

KAISER REQUEST FOR REDUCTION IN PUMP MINIMUM: Attorney Vaughan presented the proposed amended contract for the Kaiser pumps. This would combine the two original contracts which provided for total payments of \$116,420.00 and a total annual minimum of \$10,242.00 to provide an annual minimum of \$8,640.00 to the termination date.

Vernon Dalton moved that the amended contract for the Kaiser pumps be made effective as of January 1, 1971 with an \$8640.00 annual minimum bill and not to be retroactive to the beginning of the original contracts. To run to December 31, 1977. Seconded by Jess Urresti. Motion passed.

The officers are authorized to execute the amended contract.

CONSTRUCTION: Hot line school held September 22 and 23. About 30 men attended. Quite Successful. Line to golf course completed. Work on Line 4. Run services. Installed street lights at high school.

Letters from Ruralite and Mt. Wheeler Power Company read commending hot line school.

Bill Gibbs asked that wage price freeze be added to the agenda. This was approved.

POWER USE: Fred Toombs reported that the service department shows a loss of \$3,660.51 for the first nine months of 1971.

Fred reported on his investigation of camera and costs ran up to as high as \$2,500.00 with sound. Slides with narration might be better.

BOARD MINUTES

Jess Urresti moved that Fred be authorized to select the camera equipment he needs. Seconded by Joe Quilici. Motion passed.

Fred reported on the Electrical Marketing Conference he attended.

Henry Curtis said he would like to come and meet with us to discuss BPA negotiations. He is to be invited.

SALE OF DIESEL ENGINE: O'Brien Machinery Company wants us to call them to give more information.

NORTH FORK TUSCARORA AREA: Work is going ahead.

DOUG MITCHELL LINE EXTENSION: Papers received from Forest Service to work up route into Cass House Peak.

LANDSCAPING: Sidewalks being put in so we can go ahead with landscaping.

UTAH POWER AND LIGHT REQUEST FOR WHEELING: Have not heard from Utah Power

INSURANCE FOR MEMBERS: Proposal received from Mutual of Omaha was discussed. Rate quite high. To obtain more information.

NRECA INSTITUTES: Attendance of these institutes discussed.

Tom Achurra moved that the by-laws be amended to make attendance mandatory for first term^{board} members and optional for old members. Seconded by Art Grock.

Lourinda Wines moved that the motion be tabled until the next meeting.

Bill Gibbs gave information on the wage price freeze. It does not apply to promotions but does apply to merit raises.

MANAGERS REPORT: The Utah Rural Electric annual meeting will be held in Bloomington, Utah, November 11 and 12.

The second C. F. C. payment was made in September.

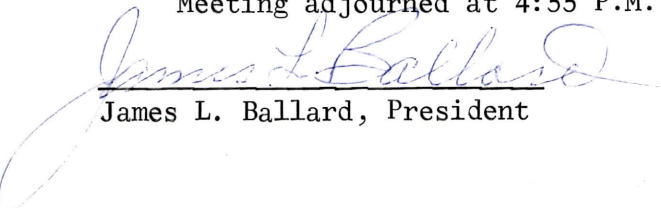
Mr. Dankowski was in to ask for power for his land development on North Fork. He told of several other developments in the area. This area is to be looked into.

A letter and agreement was received from BPA asking for approval for South Side Electric becoming a party to the mutual aid agreement set up in Southern Idaho.

Vernon Dalton moved that we approve South Side Electric becoming a member. Seconded by Ray Crawford. Motion passed.

19 Tom Achurra moved that the twelve memberships from Wells and the seven from Wendover be approved. Seconded by Jess Urresti. Motion passed.

Meeting adjourned at 4:55 P.M.


James L. Ballard, President


Clarence C. Swett, Secretary

MEMBERSHIPS TO BE APPROVED

OCTOBER 15, 1971

WELLS

1. Gerald F. DesJardin
2. Edward J. Garcia
3. Jack L. Hughes
4. Janice Johnson
5. Caren Nichols
6. Jackie Pete
7. Lloyd Sallee
8. Alan W. Sharp
9. Donald L. Taylor
10. Eva May Teats
11. Jose C. Tolbe
12. Joseph R. White

WENDOVER

1. Michael Anderson
2. Calvin M. Clark
3. Lynn McManigal
4. Evelyn Montoya
5. Samuel G. Naylor
6. H. Kenneth Neilson
7. L. E. Reeder