

Lincoln County Power District No. 1

Pioche, Nevada

The regular meeting of the Board of Trustees of the Lincoln County Power District No. 1 (LCPD or District) was duly held in the office of the District at Caselton, Nevada on February 8, 2016 at 9:00 AM.

Notice of the meeting and agenda were posted at the following locations on February 2, 2016 in conformance with the Nevada Open Meeting Law: Lincoln County Courthouse, U.S. Post Office at Pioche, Lincoln County Telephone System Office, Lincoln County Power District Office, Panaca Market, and the U.S. Post Office at Panaca.

The agenda for this meeting is included at the end of these minutes for reference purposes and is a part of these minutes.

President Ed Wright called the meeting to order at 9:00 AM.

The following were present: President Ed Wright, Vice President Lee Mathews, Board Members Mike Fogliani and Bob Rollins; General Manager Dave Luttrell, Administrative Manager Garry McBride, Construction Manager John Condie, and Clerk Louise Carlson. Board Member Dylan Frehner was present by teleconference.

A. Conformance to the Nevada Open Meeting Law: Dave Luttrell stated that the District had complied with the requirements of the Nevada Open Meeting Law.

B. Public Comments: There were no public comments.

C. Minutes of Meeting Held on January 11, 2015: Mike Fogliani made a motion to approve the minutes. Lee Mathews seconded the motion. The motion passed by unanimous vote.

D. Review and act on Integrated Resource Plan (IRP) for calendar years 2016 through 2020 (Possible Action): Dave Luttrell stated that as discussed last month, this was posted on the District's website, Facebook page, and in the LC Record for public comment of which none was received. There were a couple of minor changes made since last month's viewing. There was some discussion about reasons for the changes. Mike Fogliani made a motion to approve the IRP for 2016 through 2020. Bob Rollins seconded the motion. The motion passed by unanimous vote.

E. Review and act on authorization to purchase Poles for Meadow Valley Line Project (Possible Action): Dave Luttrell stated that this project was previously approved by the Board as part of the 2016 Capital Budget. Staff is currently working on design and material procurement. It is the District's policy to get three bids, however there are only 2 vendors in the Western United States at this time. Kyle Donohue displayed a map of where in Meadow Valley the 8 miles of line is along with placement of the poles. He passed out

the bids and recommended awarding to the lower bid by McFarland Cascade for \$62,554.00. There was some discussion about pole classes and pole testing. Lee Mathews made a motion to award the bid for pole purchase to McFarland Cascade for \$62,554.00 as recommended. Bob Rollins seconded the motion. The motion passed by unanimous vote.

F. Review and act on Amendment of 2016 Capital Budget to purchase Portable Transformer Oil Dryer (Possible Action):

Dave Luttrell explained to the Board that staff routinely tests the oil in our large power transformers. All three transformers at the Tortoise Substation have elevated moisture levels. This substation is jointly owned and operated with Overton Power District (OPD). After reviewing available options it was agreed on that a Portable Transformer Oil Dryer would be the most efficient. Dave passed out the portion of 2016 Capital Budget that would be changed, and papers showing a detailed product description of the Oil Dryer. Staff is asking the Board to modify the 2016 Capital Budget to include \$25000 to purchase a dryer jointly with OPD. There was some discussion about other options, and procedures necessary. Mike Fogliani made a motion to approve the 2016 Capital Budget amendment and purchase a Portable Transformer Oil Dryer. Lee Mathews seconded the motion. The motion passed by unanimous vote.

G. SmartHub On-Line Account Gateway demonstration (Discussion): Kyle Donohue and Louise Carlson demonstrated the Gateway payment system that LCPD1 customers are now using to pay their bills. They showed how to get into the site through the District's website, the ease of use and understanding, and exactly what kind of information the customers now have access to.

H. Update on Hoover Contract renewal (Discussion): Dave Luttrell informed the Board that staff and legal counsel are continuing to work with staff and legal counsel of the Colorado River Commission (CRC) to complete the agreements required for the new 50 year contract for Hoover Dam power. There is another meeting next week with Gian Brown. The hydrology in theory is improving currently being at 89% of normal, and the snow pack is at 107% so far this year. Still on track for a water shortage next fall. There was some discussion about CRC reducing resources, and trying to get pooling into the agreement language. We will also have to hire a scheduling entity, besides SSEA, before 2017. Hoping to have Gian Brown here in March to review the final agreement with the Board.

I. General Manager's Report (Discussion): Dave Luttrell discussed the following with the Board:

- Janel Meldrum, 2015 Youth Tour, heading to New Orleans this weekend.
- Advertised and received applications for 2016 Youth Tour. Picked two students, one from Panaca and another from Alamo.
- National Rural Electric Association (NREA) annual legislative conference March 31-April 1 in Carson City.
- Nevada Rural Electric Cooperatives Association (NRECA) legislative rally in Washington DC. Will meet with delegation staff members May 2-4.
- Pioche Public Utilities (PPU) study going well, next meeting 2/18.
- NISC is completely live except for Mapwise which will be later this summer.
- A solar park company wants to connect in Rachel. OPD is interested also.
- Penoyer Farms is interested in turning over their electrical system to LCPD1.

- HRA insurance account with Zions Bank. The amount saved this past year was split with employees as agreed 70/30.

J. Construction and Maintenance Manager's Report (Discussion): John Condie discussed the following with the Board:

- Installed new service in Panaca.
- Performed some maintenance on Mt Wilson.
- Had an outage on Meadow Valley line due to a broken fan grip.
- Serviced and repaired equipment.
- Performed cable locate for UPRR.
- Snowcat trip to Ella Mt for JT3.
- Lifted trusses for Pearson.

K. Engineering and Operations Report (Discussion): Kyle Donohue discussed the following with the Board:

- Working on raptor protection in Lake Valley.
- Currently in the design and material procurement phase on the Meadow Valley line.
- Preparing Mapwise for NISC.
- Displayed a map of Penoyer Farms line.

L. Financial Report. (Discussion): Missy Cheeney passed out the month end reports for December 2015. The Board reviewed the reports.

M. Director's Comments. (Discussion): There were no director's comments.

N. Future Agenda Items. (Discussion): There were no future agenda items.

O. Public Comment: There were no public comments.

P. Adjournment: The meeting adjourned at 10:35 AM.

Ed Wright, President

Attest:

David Luttrell – Secretary