

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 November 14, 2016 at 9:00 AM.

Notice of the meeting and agenda were posted at the following locations on November 8, 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 Bob Rollins, Dylan Frehner, and Mike Fogliani; General Manager Dave Luttrell, Administrative Manager Garry McBride, Engineer Kyle Donohue, and Clerk Louise Carlson.

- 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 October 10, 2016 (Possible Action):** Bob Rollins made a motion to approve the minutes as written. Dylan Frehner seconded the motion. The motion passed by unanimous vote.
- D. Review and act on participation on Nevada Rural Electric Cooperatives Association (NRECA) Youth Tour (Possible Action):** Dave Luttrell explained that the 2017 Youth Tour is June 8 through 15. LCPD is limited to two students this year. Overton Power District and Wells Rural Electric will provide the four required chaperons. There was some discussion about cost of students, cost of chaperones, and last year's motion. Dylan Frehner made a motion to continue LCPD annual participation in the NRECA Youth Tour as long as the annual cost does not exceed \$10,000. Bob Rollins seconded the motion. The motion passed by unanimous vote.

E. Review and act on 2017 Capital Budget and review and discuss 12 Year Capital Plan (Possible Action): Dave Luttrell informed the Board that the 2017 Capital Budget will establish where the Power District allocates capital funds next year if approved by the Board. Dave indicated that the 12 Year Capital Plan does not require approval as it is not a commitment of funds, but rather presents the road map of where funds may be expended in the future. Dave reviewed the change in the miscellaneous category, and reviewed the proposed projects and amounts for amounts test equipment, mobile equipment, IT and SCADA equipment, substation and communications, the transmission and distribution systems, the existing building, and the new headquarters. There was some discussion about long-term plans regarding the solar project, Tortoise Substation bushing replacement cost and life expectancy, and the administration building plans. Dylan Frehner made a motion to approve the 2017 Capital Budget as presented. Lee Mathews seconded the motion. The motion passed by unanimous vote.

F. Review and act on selection of a Scheduling Entity (Possible Action): Dave Luttrell stated that meetings are continuing with three different firms. The services required are scheduling all of the Power District's resources and loads with the Balancing Authority on an hourly basis 365 days a year. There was some discussion about the different firms, necessary services, and entities qualification statements.

No action was taken at this time.

Ed Wright ruled to skip to item K on the agenda.

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

- Coyote Springs (CS) contractor mobilized Friday and is installing duct bank to the wastewater treatment plant. The target date is December 31.
- Bureau of Land Management (BLM) granted the Right-of-Way for the Cove Project.
- Started receiving materials for the Mainline and Tempiute Line project.
- A possible new customer interested in a mining and milling operation near Panaca has contacted LCPD.
- Operations are busy with oil testing and sampling.

L. Financial report (Discussion): Missy Cheeney passed out reports for month ending 9/30/ 2016. The Board reviewed the reports.

Ed Wright ruled to take items J and I on the agenda next.

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

- Colorado River Commission (CRC) held an 80th anniversary ceremony.
- One company has turned back its resource to CRC and staff submitted an application for that allocation.
- Election results from last week are in. Congratulations to those present for their victory.
- The energy choice passed with possibly a big impact on Lincoln County.
- Pioche Public Utilities (PPU) has a special meeting scheduled next week.
- Alamo's Ken Maxwell replaced Doug Miller as General Manager.

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

- The scheduled mainline outage went well.
- Crews are currently in CS.
- Treating poles in Lake Valley for woodpecker holes.
- Oscar Chavira is back clearing right-of-way on the Pony Line.
- Fleet Services inspected all of the trucks.
- Federated Insurance is due next month.

Bob Rollins made a motion to go into closed session. Dylan Frehner seconded the motion. The motion passed by unanimous vote.

Mike Fogliani made a motion to go into open session. Bob Rollins seconded the motion. The motion passed by unanimous vote.

H. Review and Act on Matters Relating to Agenda Item G, Closed Session (Possible Action): No action was taken. The Board members agreed to invite representatives of the employees to next month's meeting for further discussions.

M. Director's Comments (Discussion): There were no 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 11:35 am.

Ed Wright, President

Attest:

David Luttrell – Secretary