

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 August 14, 2017 at 9:00 AM.

Notice of the meeting and agenda were posted at the following locations on August 8, 2017 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 Dylan Frehner, Bob Rollins, and Ken Dixon, General Manager Dave Luttrell, Administrative Manager Garry McBride, Staff Engineer Kyle Donohue and Clerk Louise Carlson. Also, present was Ken Maxwell from Alamo Power District (APD).

- 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 July 10, 2017 (Possible Action):** Bob Rollins made a motion to approve the minutes of the July 10, 2017 regular session as written. Ken Dixon seconded the motion. The motion passed by unanimous vote.
- D. Master Construction Services Agreement for Coyote Springs (Possible Action):** Dave Luttrell stated that due to the current level of activity at Coyote Springs (CS), a master agreement is necessary to cover CS projects. This agreement was presented in draft form to the Board at the July meeting. Dave indicated the changes requested by the Board at the July meeting had been made and accepted by the CS developers, and that Albert Seeno, III has signed the agreement on behalf of the CS developers. The Board asked to see all task authorizations that are created pursuant to the agreement. Dave stated those would be provided to the Board. Dylan Frehner made a motion to approve the Master Construction Services Agreement for CS. Bob Rollins seconded the motion. The motion passed by unanimous vote.

E. First Amendment to Contract No. P06-BCPESC with the Colorado River (Possible Action): Dave Luttrell reported to the Board that the Colorado River Commission (CRC) has granted an increase in the Power District's Hoover energy and capacity as the result of the reallocation of the AMPAC Hoover allocation by the CRC. Dave indicated the final amendment has not arrived yet and but should have no major changes from the available draft which was reviewed and discussed at the July meeting. At this time staff is asking for Board approval of the amendment and authorization of Ed Wright to sign the final amendment upon its arrival. Dylan Frehner made the motion to approve the amendment and to authorize Ed Wright to execute it on behalf of the District; provided, there are no substantial changes made in the final version. Ken Dixon seconded the motion. The motion passed by unanimous vote.

F. Resolution No. 2017-01, a Resolution of the Board of Trustees of the Lincoln County Power District No. 1 Authorizing the Establishment and Maintenance of Bank Accounts (Possible Action): Dave Luttrell informed the Board that historically the signatory authorities for the Power District with financial institutions are each member of the Board and the General Manager. Staff has prepared a resolution to reflect the recent changes in the Board members and to add the Construction and Maintenance Manager to the list of authorized individuals. The addition of the Construction and Maintenance Manager to the list of signatory authorities will allow timely resolution of banking related issues when the General Manager is unavailable. There was some discussion about when and where signatures are required. Bob Rollins made a motion to approve Resolution No. 2017-01. Ken Dixon seconded the motion. The motion passed by unanimous vote.

G. NRECA Voting Delegate Certification (Possible Action): Dave Luttrell explained that as a member of National Rural Electric Cooperatives Association (NRECA), the Power District has the right to attend the annual meetings and to vote on any resolutions. The District usually does not attend the meeting but provides its vote by mail. Staff is proposing to mail a ballot as usual this year since the meeting is in Denver. In addition, the Nevada Rural Electric Association (NREA) is also entitled to a vote at the NRECA annual meeting. As an NREA member, the Power District gets a vote in the NREA election to select a representative from NREA to attend the NRECA meeting. Ken Dixon made a motion to approve Bob Rollins as the Power District's delegate to vote in the NREA election to select its representative to the NRECA meeting, and to have staff mail the Power District's NRECA ballot with Ed Wright's approval. Dylan Frehner seconded the motion. The motion passed by unanimous vote.

Dave commented that the NREA annual meeting is September 28 and staff needs to reserve rooms for all who plan to attend.

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

- The audit is completed and ready for presentation at next month's meeting.
- Renewed Federated Insurance with one change being defense buy back.
- Pioche Public Utilities' (PPU) will conduct a survey with results handed to county commission.
- Arizona Electric Power Cooperative, Inc. (AEP) Board meeting last week.

- Hoover rate going up 10.8% in September this year.
- Energy choice meeting in Reno this week with rural public power ramification as the topic.
- Meeting with NVE in Reno regarding the transmission agreement.
- Staff currently reviewing spill prevention plans submitted by ECI.

I. Construction and Maintenance Manager's Report. (Discussion): John Condie on his way to Coyote Springs (CS). Dave Luttrell discussed the following with the Board:

- The Cove project is going strong.
- There were a couple of minor outages due to lightning.
- Energized services in Panaca.
- Assisted Caliente Public Utilities (CPU) with two projects.

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

ENGINEERING:

- Completed several estimates for custom work and new services.
- Working on Meadow Valley upgrade design.
- Mainline designing to complete.
- Kennon doing pole testing in Tempiute.
- In discussions with Virgin Valley Water District about electric service to a new well.

OPERATIONS:

- Added a recloser on the Cove project.
- Working on circuit reconfiguration at Joe Wilkin substation.
- Performing maintenance and training on SCADA.
- Completed substation inspections.

K. Financial Report. (Discussion): Dave Luttrell informed the Board that Missy Cheeney was on vacation. Dave passed out June 2017 month end reports. The auditors will be here next month to present the audit. The Board reviewed the reports.

L. Director's Comments. (Discussion): There was some discussion about a suspicious vehicle at the Cove Project.

M. Future agenda items. (Discussion): No future items discussed.

N. Public Comment: There were no public comments.

O. Adjournment: The meeting adjourned at 9:45 AM.

Ed Wright, President

Attest:

David Luttrell – Secretary