

**ADMINISTRATIVE AUTHORITY, DBA
WENDOVER PIPELINE COMPANY
REGULAR MEETING OF SEPTEMBER 9, 2008**

1. CALL TO ORDER AND ROLL CALL

The meeting was called to order at 4:00 p.m. The following members were present: Chairman Glenn Wadsworth, Joey Thaut, Mike Crawford, Nancy Green and Jerry Parkin. Others Present: Debra Struhsacker, Craig Neeley, Leon Flinders, Raul Naranjo, Claude Fratto, Bryce Kimber, Roy Briggs, Heather Sherman and Anna Bartlome.

2. ITEMS FROM THE AUDIENCE

None offered or received.

3. *APPROVAL OF THE MINUTES:

Joey Thaut made the motion to approve the minutes of the regular meeting of August 5, 2008. The motion was seconded by Jerry Parkin and passed unanimously.

4. OLD BUSINESS

***a. Consideration and Discussion Regarding Update for 2008-2009
Construction Projects**

Craig Neeley explained that he and Bryce Kimber had gone to the well field with Delco Western to get measurements for the discharge heads. Delco Western should have the pumps for Shafter Wells 1 & 2 installed before the next meeting.

***b. Discussion and Decision with Proceeding on New Source Well and Other
Matters Appropriately Related Thereto**

Craig Neeley explained that Don Barnett's recommendation would be to drill south of Shafter Well #5, which had been one of the options previously discussed. The area discussed was south to southwest of Shafter Well #5 within less than a mile. Option #3 on the report would be the option that Don Barnett would pursue at this point in time.

5. NEW BUSINESS

***a. Discussion and Decision to Approve or Reject NewWest Gold's Proposal
Letter (Revised) of August 26, 2008 to Pay Entire Cost of Drilling, Completing
and Equipping a Culinary Water Production Well, with Agreement to be
Drafted Defining Engineering, Design and Responsibilities of Parties Involved
and Other Matters Appropriately Related Thereto**

Chairman Glenn Wadsworth asked Debra Struhsacker if any protests had been filed on their permit with the BLM. Debra Struhsacker stated that no protests had been filed but some letters of support had been filed by the City of Wells and Elko County. General discussion was had regarding setting a location for a well, drilling a test well for the site selected, and defining responsibilities of the parties involved. Joey Thaut made the motion to approve NewWest Gold's proposal letter (revised) of August 26, 2008 to pay entire cost of drilling, completing and equipping a culinary water production well, with the first step being an exploratory well, with the agreement to be drafted defining engineering, design and responsibilities of the parties involved. The motion was seconded by Nancy Green and passed unanimously.

***b. Discussion and Decision to Approve or Reject Withdrawal Application with Respect to Application 67991 as Proposed by the State of Nevada Division of Water Resources and Other Matters Appropriately Related Thereto**

Chairman Glenn Wadsworth explained that this application had been filed back in 2001 and was for 6.0 cubic feet of water at the Goshute Valley. The State of Nevada Division of Water Resources has asked if we want to withdraw application. There had been two protesters, who were Big Springs Land and Resource Company and the United States Department of Interior. General discussion was had regarding to continue with the application or withdraw it. Jerry Parkin made the motion to reject the withdrawal application with respect to application 67991 as proposed by the State of Nevada Division of Water Resources. The motion was seconded by Mike Crawford and passed unanimously.

***c. Discussion and Decision to Continue to Pursue Application 67991 to Acquire 6.0 Cubic Feet of Ground Water within the Goshute Valley Hydrographic Basin and Other Matters Appropriately Related Thereto**

Jerry Parkin made the motion to pursue application 67991 to acquire 6.0 cubic feet of ground water within the Goshute Valley Hydrographic Basin. The motion was seconded by Joey Thaut and passed unanimously.

***d. Discussion and Decision to Approve Re-Filing Amended Proofs of Beneficial Use, Using the within Four Years Pumping Records for Permits #49060 (Shafter 3), #49422 (Shafter 4) and #49595 (Shafter 5) and Other Matters Appropriately Related Thereto**

Chairman Glenn Wadsworth explained that he had received a notice from Bill Nisbet that stated he had received rejected proofs of beneficial use. The reason for the rejection was that data was stale and readings were gallons/monthly then actual digit readings. Jerry Parkin made the motion to approve re-filing amended proofs of beneficial use, using the within four years pumping records for permits #49060 (Shafter 3), #49422 (Shafter 4) and #49595 (Shafter 5). The motion was seconded by Joey Thaut and passed unanimously.

6. WATER AND OPERATIONS REPORT

***a. Water Quality** – Good. Raul Naranjo stated that in the previous month he did the water testing for the year.

***b. Update on EPA** – Okay.

***c. Transmission Line** – Good shape. Discussion was had regarding the by pass going up three mile, and whether line would be metered. General discussion regarding the Verizon tower at Three-Mile Reservoir and who gave authorization.

***d. Booster Pump** – Still there.

***e. Injection Well** – Still there.

***f. Johnson Springs** – Working well.

***g. Shafter Wells No. 1,2,3,4 and 5** – Currently running is Shafter Wells # 3 & #4. Bryce Kimber presented quotes provided it clean, inspect and paint the land tank. General discussion was had regarding the difference in the quotes, type of paint to be used, and warranty.

7. *FINANCIAL REPORT AND BUDGET REVIEW

Leon Flinders stated that there is approximately \$40,000.00 in claims and the next bond payment is in November. Joey Thaut made the motion to approve the financial report and budget review. The motion was seconded by Jerry Parkin and passed unanimously.

8. *APPROVAL OF CLAIMS

Joey Thaut made the motion to approve the claims. The motion was seconded by Jerry Parkin and passed unanimously.

9. *NEXT MEETING DATE AND ADJOURNMENT

Nancy Green made the motion to set the next meeting date for October 7, 2008 at 4:00 p.m. The motion was seconded by Jerry Parkin and passed unanimously.

Debra Struhsacker asked if a letter could be sent to the BLM showing that the Board gave approval of NewWest Gold's proposal letter. Debra Struhsacker asked if the well site near Shafter Well #5 that was discussed above is on a BLM parcel that there is a Right of Way. It was stated that there are existing Rights of Way but would have to be expanded. Debra Struhsacker stated that the next steps should be a letter of agreement on who is responsible for what, target dates and meetings of the technical people to move the project along.

Joey Thaut made the motion to adjourn at 5:01 p.m. The motion was seconded by Jerry Parkin and passed unanimously.

ATTEST:

Anna E. Bartlome
Secretary