

50-20400-02

D-356.

110756

AGREEMENT FOR ELECTRIC SERVICE TO IRRIGATION PUMP

AGREEMENT made July 17, 19 87, between MT. WHEELER POWER, INC., a Nevada corporation, (hereinafter called the "Seller"), and Conaway Farms, an individual (s), a partnership, a corporation, a public agency, an association, (hereinafter called the "Consumer") whose address is Sta Vly Rt. Box 22, Eureka, Nv.; and the Legal Owner, if other than the consumer.

WHEREAS, Seller will have electric power and energy available for sale at Consumer's premises as soon as certain electric lines and facilities are constructed;

NOW, THEREFORE, this Agreement:

The Seller agrees to sell and deliver to the Consumer, and the Consumer agrees to purchase and pay for electric power and energy sufficient to operate a 100 horsepower irrigation pump motor at the location hereinafter described under the following terms:

1. SERVICE CHARACTERISTICS. A. Service hereunder shall be alternating current, 3 phase, sixty cycles, 480 volts.

B. The Consumer agrees that the production, or use of any electric energy interconnected with the Seller's facilities on these premises, regardless of the source thereof, shall be subject to the inspection, approval, and regulation of the Seller.

C. During the Non-Irrigation Season this service may be used as stipulated in Rate Codes and the Seller's Irrigation Policy as the same may from time to time be amended.

2. PAYMENT AND SECURITY. A. Consumer shall pay the Seller for services hereunder at rates and upon the terms and conditions set forth in Seller's Rate Code 1, as the same may from time to time be amended or modified. Notwithstanding any provisions of the Rate Code, however, and irrespective of the Consumer's requirements or use, the Consumer shall pay to the Seller not less than \$ 2750 per KW, the line extension minimum, the seasonal kilowatt demand charge, or the equivalent installed horsepower charge when applicable, whichever is the greater, per irrigation season, for having service available hereunder during the term hereof. However, in no case will the seasonal minimum charge be less than as provided in the Rate Code.

B. The initial monthly billing period shall start when service becomes available to Consumer during an irrigation season, or at the time of commencement of the irrigation season next following the date Seller first makes service available to Consumer hereunder, whichever shall occur first. If service becomes available 30 days or more after the commencement of the irrigation season, any yearly minimum charge for the initial season shall be prorated on the basis of the ratio that the time the service is available or furnished hereunder during the initial irrigation season bears to the total time in a full irrigation season.

C. Bills for service hereunder shall be paid at the offices of the Seller in Ely, or Eureka, Nevada, monthly within fifteen (15) days after the bill is mailed to the Consumer. If the Consumer shall fail to pay any such bill within such fifteen (15) day period, Seller may discontinue service hereunder by giving five (5) days notice in writing to Consumer. It is expressly understood that such discontinuance of service shall not relieve the Consumer of any of his obligations under this Agreement and those documents expressly incorporated herein by reference.

D. The Consumer agrees that, at any time, Seller may adjust the rates for service and/or its service rules, regulations and policy applicable to Consumer.

E. For purposes of this Agreement, the irrigation season and the non-irrigation season shall be as defined in the rates, rules, regulations and policies of the Seller.

F. The prepayment of any annual minimum seasonal charge shall be due and payable pursuant to the rates, rules, regulations and policy

(Revised 5/82)

of the Seller, whether or not service is actually used. If any annual seasonal minimum has been prorated in the initial season, the full prepayment for the seasonal minimum bill shall be paid to Seller prior to connection of service. Irrigation services will be energized each season in accordance with the terms of the then current Irrigation Policy.

G. The Seller shall make available electric power on or about the date of the Consumer's written request. When construction is required, service will be made available as soon as possible contingent upon the timely delivery of materials and any other force majeure as defined in paragraph 4 hereof.

H. If any default be made in any installment or other payment for having service available or for service pursuant hereto, and such default is not cured within thirty (30) days of the mailing of written notice, certified mail return requested, to the last address of consumer as set forth on the books of the Seller, then, without further notice or demand, the entire unpaid balance payable and to become payable during the full term of this agreement and any accrued interest thereon, shall, at the Seller's option become immediately due and payable.

I. In order to secure the payment of all sums due or to become due the Seller pursuant hereto, the Consumer and the Owner, if other than the Consumer, hereby grant to Seller a lien of the force and effect of a real mortgage upon the real property described in Section 10, which lien shall be contingent upon, and shall attach to said lands, upon the Consumer being in default hereunder, the Seller electing to accelerate the payments due and to become due and exercising its lien rights. In the event Seller elects to accelerate pursuant to paragraph 2.H. and the Consumer does not cure said default, the Seller may further elect to establish its lien hereunder, in which case Seller shall file with the applicable county recorder a notice of Seller's elections. Pursuant hereto, Consumer and the Owner if other than the Consumer, do hereby, grant, bargain, sell and convey unto the Seller all the real properties described in Section 10, together with all the improvements situate thereon, water, rights, rights-of-way, easements, tenements, hereditaments and appurtenances thereunto belonging or in anywise now or hereafter appertaining, and all rents, issues and profits thereof, as well as all fixtures now or hereafter attached to or used in connection with the premises, which conveyance is for the purpose of establishing Seller's lien rights, and is conditioned upon Consumer's default and Seller's election to accelerate and establish its lien hereunder. Should there be no default by Consumer under the terms hereof, during the term hereof, this conveyance shall be of no force or effect. Said lien may be foreclosed by legal proceedings under the laws of the State of Nevada or Utah, as the case may be, relating to the foreclosure or real mortgages, as the same may be from time to time amended. At anytime during the term hereof that Consumer is not in default, upon the request of the Consumer the Seller will acknowledge in writing the fact that no default exists and that no lien has been established.

J. The Consumer agrees to pay all costs, charges and expenses, including reasonable attorney fees, incurred by the Seller, incident to the collection of any sums payable to the Seller hereunder, or any portion thereof, in the event of any default or deficiency by the Consumer in carrying out the terms of this Agreement.

3. MEMBERSHIP. The Consumer hereby applies to MT. WHEELER POWER, INC., a Nevada, non-stock, non-profit, cooperative corporation for electric service to be supplied at the location herein described and for membership in the cooperative, and agrees to be bound by the Cooperative's Articles of Incorporation, By-Laws, Rules, Regulations and policies, as the same are now and hereafter adopted or amended.

4. FORCE MAJEURE. A. Seller shall use all reasonable diligence to provide a constant and uninterrupted supply of electric power and energy, however, in the event that Seller shall be rendered unable, wholly or in part, by force majeure to carry out its obligation

(Revised 5/82)

under this Agreement, it is agreed the obligations of the Seller, so far as they are affected by such force majeure, shall be suspended during the continuance of any inability so caused. The term "force majeure" as employed herein shall mean acts of God, strikes or other industrial disturbances, acts of the public enemy, wars, blockades, insurrections, riots, epidemics, landslides, lightning, earthquakes, fires, storms, floods, washouts, arrests and restraints of government and peoples, civil disturbances, explosions, breakdown of machinery or equipment, failure, decrease or interruption of power supply, and any other causes, whether of the kind herein enumerated, or otherwise, not within the control of the Seller and which by the exercise of due diligence Seller is unable to prevent or overcome; and such term likewise includes (a) in those instances where Seller is required to obtain servitudes, rights-of-way grants, permits or licenses to enable Seller to fulfill its obligations hereunder, the inability of Seller to acquire, or the delays of Seller in acquiring, after the exercise of reasonable diligence, such servitudes, rights-of-way grants, permits or licenses, and (b) in those instances where Seller is required to furnish materials and supplies for the purpose of constructing or maintaining facilities or is required to secure permits or permission from any governmental agency to enable Seller to fulfill its obligation hereunder, the inability of Seller in acquiring, after the exercise of reasonable diligence, such materials and supplies, permits and permissions.

B. It is understood and agreed that the settlement of strikes shall be entirely within the discretion of the Seller, and that any requirement that any force majeure shall be remedied with reasonable diligence shall not require the settlement of strikes by acceding to the demands of the opposing party or parties when such course is inadvisable in the discretion of the Seller.

5. SUCCESSION. This agreement shall be binding upon and inure to the benefit of all of the parties, hereto, their heirs, administrators, executors, successors and assigns; and to the successor in interest of the lands herein described.

6. RIGHT OF ACCESS. Consumer and owner shall grant an adequate, recordable right-of-way for the Seller's lines and facilities, and duly authorized representatives of Seller shall be permitted to enter Consumer's premises at all reasonable times in order to carry out the provisions hereof.

7. LEGAL OWNER. The legal owner of the property is Conaway Farms, an individual (s), a partnership, a corporation, a public agency, an association, whose address is Diamond Valley Rt. Box 22, Eureka, Nevada 89316.

8. TERM. This agreement shall become effective on the date service first becomes available and shall remain in effect for a period of one years. The Consumer shall be notified of the date that begins the term of the agreement during the initial irrigation season. Service after the term of this agreement may continue on a year to year basis under the provisions of the Rate Code, and under the terms of the Irrigation Policy, Rules and Regulations of the Seller, as the same may from time to time be amended or revised.

9. CONTRIBUTION IN AID OF CONSTRUCTION. Prior to start of construction Consumer will pay to the Seller a non-refundable contribution in aid of construction in the amount of \$ 0.

10. LAND DESCRIPTION AND LOCATION OF PUMP. The pump will serve 160 irrigated acres located in the NE $\frac{1}{4}$ of Section 10, Township 21N, Range 53E, of Eureka County, State of Nevada. The well and pump will be located approximately 10 feet from the NE $\frac{1}{4}$ corner of the 10 1/4 of said Section 10.

IN WITNESS WHEREOF, the parties have executed this agreement as of the date first above written.

SELLER:
MT. WHEELER POWER, INC.
BY Richard L. Bowen
TITLE President

OWNER (S):
(If other than Consumer)

BY _____
TITLE _____

CONSUMER(S):
 Conaway Farms
BY Dale Conaway
TITLE General Partner

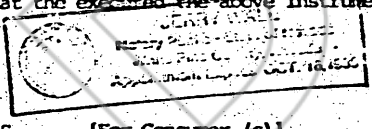
MT. WHEELER POWER, INC.
REPRESENTATIVE NEGOTIATING
THIS AGREEMENT:
Linda L. Brown

STATE OF NEVADA)
COUNTY OF WHITE PINE) SS.

(For Seller)

On August 5, 1987, personally appeared before me, a Notary Public, Richard L. Bowen, the duly qualified and acting President of MT. WHEELER POWER, INC., a Nevada corporation, who acknowledged that he executed the above instrument.

Sherry Wall
NOTARY PUBLIC

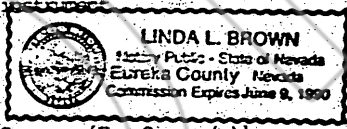


STATE OF Nevada)
COUNTY OF Eureka) SS.

(For Consumer (s))

On August 3, 1987, personally appeared before me, a Notary Public, Dale Conaway, who acknowledged that (he) (she) (they) executed the above instrument.

Linda L. Brown
NOTARY PUBLIC



STATE OF _____)
COUNTY OF _____) SS.

(For Owner (s))

On _____, 19____, personally appeared before me, a Notary Public, _____, who acknowledged that (he) (she) (they) executed the above instrument.

NOTARY PUBLIC

Space Below is For Recorder's Use

NOTE: This Agreement, as to the Seller, the Consumer and the Owner, must be executed, as the case may be, by:
1. Individuals - By the Individual and Spouse, if any;
2. Corporations and Associations - By the President or Vice President;
3. Partnerships - By a General Partner; and
4. Public Agencies - By the Chief Executive Officer.

RECORDED AT THE REQUEST OF
Mt. Wheeler Power Co.

BOOK 161 PAGE 533

87 AUG 20 AB 29

OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
M.M. REBAL
FILE NO. 110756
FEE \$ 2.00