

EXHIBIT “A” 2015 – Utility Materials/Supplies Purchases & Projects

Utilities Materials/ Water Distribution

2015

| <u>Product/Service</u> | <u>Budget Area</u> |
|-----------------------------|--------------------|
| Remote Meters Program (AMR) | Water Distribution |

Remote Water Meter Program Note: The valves and meters purchased for the distribution operations remain the same product type from year to year. Maintaining the same type of valve or meter throughout our system promotes consistency and reliability, reduces our cost of maintenance and minimizing human error. We will continue upgrading our water meters to be compatible with the radio reading equipment used by our electric metering system.

Utilities Materials/Hudson Public Power

| <u>Material Type</u> | <u>Budget Area</u> |
|--|--------------------|
| Inventory -poles, transformers, wiring, switch cabinets, meters, conduit etc... | HPP |
| Season’s Commerce Center | HPP |
| Streetlight LED conversions Brentwood (Atterbury to Lennox) & Darrow rd.(Stoney Hill to Rt. 303) | HPP |
| Rt. 91 LED lighting Phase II | HPP |
| River Oaks Development | HPP |
| SCADA System/Substation Processors | HPP |
| Fiber Optic Materials | HPP |
| Substation Replacement Parts & Components | HPP |
| Trails of Hudson Phase II | HPP |
| LED Stoney Hill to Barlow Road | HPP |

HPP Materials Note: The price of the materials used in the manufacturing of wiring, transformers, poles and fiberglass, which also includes the materials needed for the above projects, is greatly affected by the volatility of market prices on petroleum and precious metals (copper and aluminum). Consequently, vendors will only hold their prices firm for 7 days, at the most. When items are needed, the HPP management compares pricing from a number of qualified vendors and orders materials from the lowest priced vendor prior, to entering into purchase arrangements. These items are purchased on an “as-needed basis” for various scheduled replacement projects. Due to the nature of the space at our storage facilities, large amounts of inventory are not kept on site. **Over a year’s time, the amount sent to any given vendor may exceed \$25,000. Finance request we inform Council of this situation and receive permission to make these purchases.**