

EXHIBIT “A” 2014 – Utility Materials/Supplies Purchases

Utilities Materials/ Water Distribution

<u>Product/Service</u>	<u>Budget</u>
Remote Meters Program (AMR)	\$35,000

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</u>
Poles, transformers, wiring, switch cabinets, meters, conduit etc...	\$75,000
Season’s Commerce Center	\$36,000
Streetlight LED replacement / conversions	\$31,000
Rt. 91 LED lighting	\$275,000 (all materials/supplies). Note: 1 st Quarter appropriation 2013 carryover
River Oaks Development	\$157,000
Allstate circuit improvements	\$200,000
Trails of Hudson Phase II	\$31,000

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 prices from a number of 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 purchase.***