

WELLS RURAL ELECTRIC COMPANY

Adopted: April 16, 1999

Reviewed:

Revised:

POLICY NO. 7-13

DISPOSITION OF OBSOLETE OR SURPLUS COMPANY PROPERTY

I. OBJECTIVES

To establish a policy and procedure for the guidance of Company personnel in cases of obsolete equipment that can be disposed of by the Company.

II. POLICY CONTENT

It shall be the policy of this company to either put out for competitive bids to the public such items as may be deemed obsolete or disposable.

- A. Criteria for disposal shall be developed on an individual basis, minimum bid, other options, etc. This decision will be made with the best interests of the Company in mind.
- B. No implied warranties shall accompany any piece of disposed equipment. All equipment will be sold as is.
- C. All bids shall be final and the Company reserves the right to reject any and all bids.

III. RESPONSIBILITY

It shall be the responsibility of the Chief Executive Officer, together with all department heads, to administer this policy.