

ADOPTED BUDGET CERTIFICATE
CERTIFICATION

TO: Muscatine, Iowa, City Council

At the November 25, 2014, meeting of the Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa, the proposed budget for calendar year 2015 was adopted as summarized and attached hereto.

BOARD OF WATER, ELECTRIC AND
COMMUNICATIONS TRUSTEES
OF THE CITY OF MUSCATINE, IOWA

By: Jerry Gowey
Jerry Gowey
Board Secretary

Record of Public Hearing and Adoption of Budget

On November 25, 2014, the Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa, met for the purpose of conducting a public hearing on the proposed 2015 budget as published. Notice of time and place of hearing had been published on November 10, 2014, in the Muscatine Journal and the affidavit of publication was available to file with the City Council.

The hearing provided residents, taxpayers and consumers the opportunity to speak for or against the proposed budget for calendar year 2015.

The Board adopted the following budget resolution:

A Resolution Adopting The Annual Budget for Calendar Year 2015. Be It Resolved by the Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa: The annual budget for calendar year 2015, as set forth in the Utility's Revised Budget Estimate Summary showing the revenue and expenditure estimates for said calendar year is adopted, and the Secretary is directed to file the same with the Clerk of the City of Muscatine, Iowa.

Passed and approved on November 25, 2014, by the following vote: (List Names)

Ayes:	<u>Tracy McGinnis</u>	Nayes:	_____
	<u>Steven Bradford</u>		_____
	<u>Warren Heidbreder</u>		_____
	<u>Doyle Tubandt</u>		_____
	<u>Susan Eversmeyer</u>		_____

Tracy McGinnis
Tracy McGinnis, Chairperson

Jerry Gowey
Jerry Gowey, Board Secretary

ADOPTED BUDGET SUMMARY

<u>Muscatine Power and Water</u>		Calendar		YEAR		2015	
NAME OF ENTERPRISE		<small>(specify fiscal or calendar year budget)</small>					
		Budget		Actual Estimated		Actual	
		2015		2014		2013	
		<small>(specify budget years)</small>					
REVENUES & OTHER FINANCING SOURCES							
Use of Money and Property	(line 398)	241	238,952	271	1,332,934	301	1,381,583
Charges for Services*	(line 414)	243	119,524,531	273	116,646,789	303	110,043,409
Miscellaneous	(line 416)	245	4,112,525	275	1,305,274	305	2,788,687
Operating Transfers In	(line 417)	247		277		307	
Proceeds of Long Term Debt	(line 418)	248	8,650,000	278	2,100,000	308	400,000
Proceeds of Fixed Asset Sales	(line 419)	249		279		309	
Total Revenues & Other Financing Sources		250	132,526,008	280	121,384,997	310	114,613,679
EXPENDITURES & TRANSFERS OUT							
Expenditures	(line 386)	255	140,966,100	285	117,526,880	315	101,613,889
Transfers Out	(line 387)	259		289		319	
Total Expenditures & Transfers Out		260	140,966,100	290	117,526,880	320	101,613,889
Excess of Revenues & Other Sources							
Over (Under) Expenditures & Transfers Out		261	-8,440,092	291	3,858,117	321	12,999,790
BEGINNING Fund Balance	(line 390)	262	38,931,816	292	35,073,699	322	22,073,909
ENDING Fund Balance	(line 388)	263	30,491,724	293	38,931,816	323	35,073,699

*Includes wholesale energy sales in the Midwest ISO market.

RESOURCES DETAIL

	(specify budget years)	Calendar		
		Budget 2015	Re-Estimated 2014	Actual 2013
Beginning Fund Balance	390	38,931,816	35,073,699	22,073,909
Use of Money & Property	398	238,952	1,332,934	1,381,583
Charges for Services:				
Communications ¹	411	12,174,296	12,450,801	12,352,427
Water	404	5,538,285	5,079,473	4,833,047
Sewer	405			
Electric ²	406	101,811,950	99,116,515	92,857,935
Gas	407			
Total Charges for Services	414	119,524,531	116,646,789	110,043,409
Miscellaneous	416	4,112,525	1,305,274	2,788,687
Other Financing Sources:				
Operating Transfers In	417			
Proceeds of Long Term Debt	418	8,650,000	2,100,000	400,000
Proceeds of Fixed Asset Sales	419			
Total Resources	421	171,457,824	156,458,696	136,687,588

REQUIREMENTS DETAIL

	(specify budget years)			
		Budget 2015	Re-Estimated 2014	Actual 2013
Expenditures:				
Communications ¹	338	13,023,000	12,587,585	12,469,592
Water	360	14,099,556	7,441,353	6,693,050
Sewer	357			
Electric	361	113,843,544	97,497,942	82,451,247
Gas	362			
Total Expenditures:	386	140,966,100	117,526,880	101,613,889
Transfers Out	387			
Ending Fund Balance	388	30,491,724	38,931,816	35,073,699
Total Requirements	389	171,457,824	156,458,696	136,687,588

¹Communications inserted in place of Hospital.

²Includes wholesale energy sales in the Midwest ISO market.

PROOF OF PUBLICATION

I, Jeff Lee, being duly sworn, on my oath, say that I am an advertising clerk at the *Muscatine Journal*, a newspaper of general circulation, published in the City of Muscatine, Muscatine County, Iowa; and that the following Notice:

Muscatine Power & Water
Notice Of Public Hearing - Budget Estimate
PO #136835

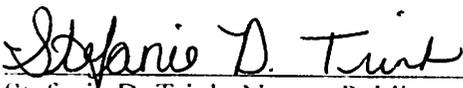
Of which the annexed printed slip is a true, correct and complete copy, was published in said *Muscatine Journal* one time having been made there in on:
November 10, 2014



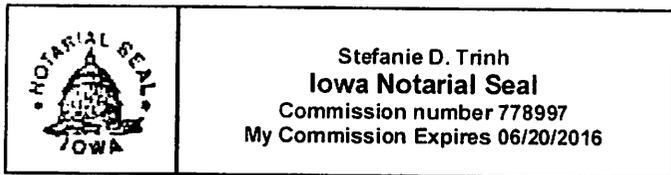
Jeff Lee

**STATE OF IOWA
MUSCATINE COUNTY**

10th day of November 2014



Stefanie D. Trinh, Notary Public



**NOTICE OF PUBLIC HEARING
BUDGET ESTIMATE**

Calendar Year 2015

The Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa, will conduct a public hearing on the proposed 2015 budget at the Administration Building, 3205 Cedar Street, Muscatine, Iowa, on November 25, 2014, beginning at 5:28 o'clock p.m.

The Budget Estimate Summary of proposed revenue and expenditures is shown below. Copies of the detailed proposed 2015 budget may be obtained or reviewed at the said Administration Building, or at the Office of the City Clerk, and at the City Library.

At the public hearing, any resident, taxpayer or consumer may present objections to, or arguments in favor of, any part of the proposed budget.

BOARD OF WATER, ELECTRIC AND
COMMUNICATIONS TRUSTEES OF
THE CITY OF MUSCATINE, IOWA

By: /s/ Jerry Gowey
Secretary

**BUDGET ESTIMATE SUMMARY
COMBINED WATER, ELECTRIC, AND COMMUNICATIONS UTILITIES
For Current Proprietary Operations
Modified Cash and Accrual Basis**

	<u>2015 Budget</u>	<u>2014 Estimated</u>	<u>2013 Actual</u>
Revenues:			
Use of Money & Property	238,952	1,332,934	1,381,583
Charges for Services	119,524,531	116,646,789	110,043,409
Miscellaneous	4,112,525	1,305,274	2,788,687
Other Financing Sources	<u>8,650,000</u>	<u>2,100,000</u>	<u>400,000</u>
Total Revenues	132,526,008	121,384,997	114,613,679
Expenditures & Transfers Out:			
Expenditures	140,966,100	117,526,880	101,613,889
Transfers Out	---	---	---
Total Expenditures & Transfers Out	<u>140,966,100</u>	<u>117,526,880</u>	<u>101,613,889</u>
Excess of Revenues Over/Under	-8,440,092	3,858,117	12,999,790
Expenditures			
Beginning Balance Jan. 1	<u>38,931,816</u>	<u>35,073,699</u>	<u>22,073,909</u>
Ending Balance Dec. 31	<u>30,491,724</u>	<u>38,931,816</u>	<u>35,073,699</u>