

ADOPTED BUDGET CERTIFICATE

CERTIFICATION

TO: Muscatine, Iowa, City Council

At a meeting of the Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa, held after public hearing as required by law, on November 27, 2007 the proposed budget for calendar year 2008 was adopted as summarized and attached hereto.

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

By: Donald W. Kerker  
Donald W. Kerker  
Board Secretary

Record of Public Hearing and Adoption of Budget

On November 27, 2007, 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 2008 budget as published. Notice of time and place of hearing had been published on November 16, 2007, 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 2008.

At the conclusion of the hearing, the Board adopted the following budget resolution:

A Resolution Adopting The Annual Budget for Calendar Year 2008. Be It Resolved by the Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa: The annual budget for calendar year 2008, 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 27, 2007, by the following vote: (List Names)

Ayes: Trustees Heidbreder, \_\_\_\_\_ Nays: None \_\_\_\_\_  
Ingstad, Mead, Tubandt \_\_\_\_\_  
\_\_\_\_\_  
Trustee Axel was absent.

Warren W. Heidbreder  
Warren W. Heidbreder, Chairperson  
Donald W. Kerker  
Donald W. Kerker, Board Secretary

# ADOPTED BUDGET SUMMARY

Muscatine Power and Water NAME OF ENTERPRISE

Calendar 2008 YEAR 2008

(specify fiscal or calendar year budget)

		Budget		Re-Estimated		Actual	
		2008		2007		2006	
		(specify budget years)					
<b>REVENUES &amp; OTHER FINANCING SOURCES</b>							
Use of Money and Property	(line 398)	241	3,278,965	271	3,681,760	301	3,579,199
Charges for Services	(line 414)	243	90,672,373	273	90,922,816	303	86,461,337
Miscellaneous	(line 416)	245	1,427,261	275	1,408,443	305	1,971,475
Operating Transfers In	(line 417)	247		277		307	
Proceeds of Long Term Debt	(line 418)	248	2,000,000	278		308	
Proceeds of Fixed Asset Sales	(line 419)	249		279		309	
Total Revenues & Other Financing Sources		250	97,378,599	280	96,013,019	310	92,012,011
<b>EXPENDITURES &amp; TRANSFERS OUT</b>							
Expenditures	(line 386)	255	107,814,272	285	94,084,408	315	87,693,451
Transfers Out	(line 387)	259		289		319	
Total Expenditures & Transfers Out		260	107,814,272	290	94,084,408	320	87,693,451
<b>Excess of Revenues &amp; Other Sources</b>							
Over (Under) Expenditures & Transfers Out		261	-10,435,673	291	1,928,611	321	4,318,560
BEGINNING Fund Balance	(line 390)	262	46,373,514	292	44,444,903	322	40,126,343
ENDING Fund Balance	(line 388)	263	35,937,841	293	46,373,514	323	44,444,903

**NAME OF ENTERPRISE****RESOURCES DETAIL**

		<b>Calendar</b>		
		<i>(specify if budget is fiscal or calendar year)</i>		
		Budget 2008	Re-Estimated 2007	Actual 2006
<i>(specify budget years)</i>				
<b>Beginning Fund Balance</b>				
Use of Money & Property	390	46,373,514	44,444,903	40,126,343
Charges for Services:	398	3,278,965	3,681,760	3,579,199
Communications	411	9,602,583	9,295,472	8,877,744
Water	404	4,274,222	4,103,939	3,931,607
Sewer	405			
Electric	406	76,795,568	77,523,406	73,651,986
Gas	407			
Total Charges for Services	414	90,672,373	90,922,816	86,461,337
Miscellaneous	416	1,427,261	1,408,443	1,971,475
Other Financing Sources:				
Operating Transfers In	417			
Proceeds of Long Term Debt	418	2,000,000		
Proceeds of Fixed Asset Sales	419			
<b>Total Resources</b>	421	143,752,113	140,457,922	132,138,354

**REQUIREMENTS DETAIL**

		<b>Calendar</b>		
		<i>(specify if budget is fiscal or calendar year)</i>		
		Budget 2008	Re-Estimated 2007	Actual 2006
<i>(specify budget years)</i>				
<b>Expenditures:</b>				
Communications	338	11,664,807	9,562,419	8,661,560
Water	360	5,045,548	4,162,522	4,333,764
Sewer	357			
Electric	361	91,103,917	80,359,467	74,698,127
Gas	362			
Total Expenditures:	386	107,814,272	94,084,408	87,693,451
Transfers Out	387			
<b>Ending Fund Balance</b>	388	35,937,841	46,373,514	44,444,903
<b>Total Requirements</b>	389	143,752,113	140,457,922	132,138,354

## 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 Calendar year 2008

P.O. #76921

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:

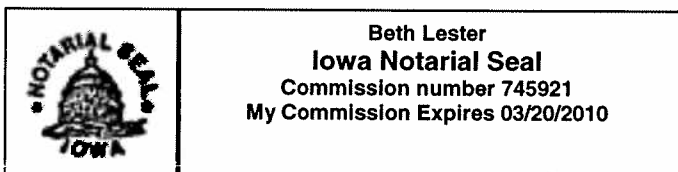
November 16, 2007

Jeff Lee

### STATE OF IOWA MUSCATINE COUNTY

Subscribed and sworn to before me this  
19th<sup>th</sup> day of November, 2007

Beth Lester, Notary Public



**NOTICE OF PUBLIC HEARING**  
**BUDGET ESTIMATE**  
**Calendar Year 2008**

The Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa, will conduct a public hearing on the proposed 2008 budget at the Administration Building, 3205 Cedar Street, Muscatine, Iowa, on November 27, 2007, beginning at 5:26 o'clock p.m.

The Budget Estimate Summary of proposed revenue and expenditures is shown below. Copies of the detailed proposed 2008 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/ Donald W. Kerker  
Donald W. Kerker  
Secretary

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

2008 Proposed	2007 Actual Re-estimated	2006 Actual
<b>Revenues:</b>		
Use of Money & Property	3,295,482	3,681,760
Charges for Services	90,672,373	90,922,816
Miscellaneous	1,427,261	1,408,443
Other Financing Sources	0	0
<b>Total Revenues</b>	<b>95,395,116</b>	<b>96,013,019</b>
<b>Expenditures &amp; Transfers Out:</b>		
Expenditures	105,170,173	94,084,408
Transfers Out	0	0
<b>Total Expenditures &amp; Transfers Out</b>	<b>105,170,173</b>	<b>94,084,408</b>
Excess of Line #5 Over (Under) Line #8	(9,775,057)	1,928,611
Beginning Balance Jan. 1	46,373,514	44,444,903
Ending Balance Dec. 31	36,598,457	46,373,514
		44,444,903