

Muscatine Power and Water**Water Utility****Operating Statements and Balance Sheets****January 2008**

**Muscatine Power and Water
Water Utility**

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Muscatine Power and Water - Water Utility
Classification of Water Distribution
Current Month - January 2008

	Budget Estimate	% Increase (Decrease) From Budget	This Year	% Increase (Decrease) Fr. Last Yr.	Last Year
<u>Water Distribution - 1,000 Gallons</u>					
Contract Customers	643,295	(1.1)	635,937	(7.7)	688,651
Power Plants	92,343	17.2	108,257	17.2	92,342
Residential	41,000	(3.9)	39,399	(1.4)	39,969
Commercial	<u>31,000</u>	(3.8)	<u>29,826</u>	1.2	<u>29,470</u>
Total Metered Customers	807,638	0.7	813,419	(4.4)	850,432
Rated Customers - Estimate	---	---	30	(11.8)	34
City Use, Line Loss, Cycle Billing	<u>48,458</u>	0.7	<u>48,805</u>	---	<u>(8,113)</u>
Total Water Pumped	<u><u>856,096</u></u>	0.7	<u><u>862,254</u></u>	2.4	<u><u>842,353</u></u>

Muscatine Power and Water - Water Utility
Statements of Revenues, Expenses, and Changes in Net Assets
Current Month - January 2008

	<u>Budget</u> <u>Estimate</u>	<u>% Increase</u> <u>(Decrease)</u> <u>From Budget</u>	<u>This</u> <u>Year</u>	<u>% Increase</u> <u>(Decrease)</u> <u>Fr. Last Yr.</u>	<u>Last</u> <u>Year</u>
<u>Sales of Water</u>					
Contract Customers	\$174,070	(0.6)	\$172,996	(2.1)	\$176,772
Power Plants	28,280	13.4	32,079	8.6	29,547
Residential	104,550	(0.9)	103,599	5.0	98,680
Commercial	<u>32,550</u>	(2.8)	<u>31,635</u>	5.1	<u>30,105</u>
Water Sales	<u>339,450</u>	0.3	<u>340,309</u>	1.6	<u>335,104</u>
<u>Other Revenue</u>					
Penalty Revenue	467	(70.2)	139	14.9	121
Merchandise & Job Sales-Net	433	---	(22)	(83.8)	(136)
Miscellaneous Revenue	<u>631</u>	20.3	<u>759</u>	(66.5)	<u>2,268</u>
Total Other Revenue	<u>1,531</u>	(42.8)	<u>876</u>	(61.1)	<u>2,253</u>
Operating Revenue	<u>340,981</u>	0.1	<u>341,185</u>	1.1	<u>337,357</u>
<u>Operating Expense</u>					
Operation	244,180	---	244,283	0.5	243,160
Maintenance	41,768	69.9	70,953	90.4	37,265
Depreciation	<u>48,905</u>	(4.1)	<u>46,878</u>	2.4	<u>45,766</u>
Total Operating Expense	<u>334,853</u>	8.1	<u>362,114</u>	11.0	<u>326,191</u>
Operating Income (Loss)	6,128	---	(20,929)	---	11,166
Interest Income	<u>8,248</u>	26.9	<u>10,468</u>	15.0	<u>9,102</u>
Net Income Before Capital Contributions	14,376	---	(10,461)	---	20,268
Capital Contributions	---	---	---	---	---
Change in Net Assets	14,376	---	(10,461)	---	20,268
Beginning Net Assets	<u>12,287,939</u>		<u>12,287,939</u>		<u>11,943,670</u>
Ending Net Assets	<u>\$12,302,315</u>		<u>\$12,277,478</u>		<u>\$11,963,938</u>
Percent to Total Income	4.2		(3.1)		6.0

Muscatine Power and Water - Water Utility
Balance Sheets
January 2008

ASSETS

	<u>2008</u>	<u>2007</u>
Current Assets:		
Cash	245,025	401,971
Investments	1,759,347	1,436,266
Receivables:		
Consumer Accounts	407,390	467,405
Interest	11,824	24,319
Inventories	238,247	210,973
Prepaid Expenses	22,926	27,277
	<hr/>	<hr/>
Total Current Assets	<hr/> <u>2,684,759</u>	<hr/> <u>2,568,211</u>
Property and Equipment:		
At Cost	20,638,265	20,003,116
Less Accumulated Depreciation	<hr/> 8,354,376	<hr/> 7,942,060
	<hr/>	<hr/>
Net Property and Equipment	<hr/> <u>12,283,889</u>	<hr/> <u>12,061,056</u>
	<hr/>	<hr/>
TOTAL ASSETS	<hr/> <u>\$14,968,648</u>	<hr/> <u>\$14,629,267</u>

Muscatine Power and Water - Water Utility
Balance Sheets
January 2008

LIABILITIES AND NET ASSETS

	<u>2008</u>	<u>2007</u>
Current Liabilities:		
Accounts Payable	\$125,051	\$127,290
Pension Provision	3,730	3,997
Health Insurance Provision	140,036	113,732
Intercompanies Payable	11,297	9,140
Consumer Advances for Construction	2,282,180	2,281,912
Accrued Payroll	21,506	16,530
Accrued Vacation	70,743	68,062
Miscellaneous Accrued Expenses	26,627	34,666
Miscellaneous Deferred Credits	<u>10,000</u>	<u>10,000</u>
 Total Current Liabilities	 <u>2,691,170</u>	 <u>2,665,329</u>
 Net Assets:		
Invested in capital assets	10,001,709	9,779,144
Unrestricted	<u>2,275,769</u>	<u>2,184,794</u>
 Total Net Assets	 <u>12,277,478</u>	 <u>11,963,938</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u><u>\$14,968,648</u></u>	 <u><u>\$14,629,267</u></u>

Muscatine Power and Water - Water Utility
Statements of Cash Flows
January 2008

	<u>Current</u>
	<u>Month</u>
Cash flows from operating activities:	
Cash received from:	
Water sales	\$337,265
Miscellaneous sources	3,689
Cash paid to/for:	
Suppliers	(330,966)
Employees payroll, taxes and benefits	<u>(149,690)</u>
Net cash flows from operating activities	<u>(139,702)</u>
Cash flows from capital and related financing activities:	
Capital expenditures, net	<u>(15,263)</u>
Net cash flows from capital and related financing activities	<u>(15,263)</u>
Cash flows from investing activities:	
Interest received on investments	651
Accrued interest purchased	---
Amortization/accretion of investments	2,325
Mark to market	<u>3,020</u>
Net cash flows from investing activities	<u>5,996</u>
Net decrease in cash and investments	<u>(148,969)</u>
Cash and investments at beginning of period	<u>2,153,341</u>
Cash and investments at end of period	<u><u>\$2,004,372</u></u>

Muscatine Power and Water - Water Utility
Statements of Cash Flows
January 2008

	<u>Current Month</u>
Reconciliation of operating loss to net cash flows from operating activities	
Operating loss	(\$20,929)
Noncash item in operating income:	
Depreciation of utility plant	46,878
Changes in assets and liabilities:	
Consumer accounts receivable	227
Inventories	(10,780)
Prepaid and deferred expenses	(8,510)
Accounts payable	(118,042)
Pension provision	3,730
Health insurance provision	4,403
Intercompany payable	3,989
Accrued payroll	(39,571)
Accrued vacation	4,947
Miscellaneous accrued expenses	<u>(6,044)</u>
Net cash flows from operating activities	<u><u>(\$139,702)</u></u>

Muscatine Power and Water - Water Utility
Summary of Expenses
Current Month - January 2008

	<u>Budget Est.</u>	<u>This Year</u>	<u>Last Year</u>
<u>Source of Supply</u>			
Operation Supervision	\$1,921	\$2,241	\$2,304
Operation Labor and Expenses	1,165	1,155	1,248
Miscellaneous Expense	50	910	---
Maintenance of Wells	---	21,189	---
Maintenance of Supply Mains	1,198	1,664	4,385
Depreciation	<u>4,587</u>	<u>4,587</u>	<u>4,580</u>
Total Source of Supply Expense	<u>8,921</u>	<u>2.6</u>	<u>31,746</u>
	9.3	12,517	3.7
<u>Pumping</u>			
Operation Supervision	2,276	2,647	2,630
Fuel or Power Purchased	73,200	68,190	70,581
Pumping Labor and Expenses	4,782	5,447	4,771
Miscellaneous Expense	380	243	340
Maintenance of Structures	1,329	1,544	197
Maintenance of Pumping Equipment	5,974	9,698	4,266
Depreciation	<u>3,696</u>	<u>3,675</u>	<u>3,536</u>
Total Pumping Expense	<u>91,637</u>	<u>26.9</u>	<u>91,444</u>
	26.8	86,321	25.6
<u>Water Treatment</u>			
Operation Supervision	2,517	2,763	2,747
Chemicals	14,167	13,431	15,353
Operation Labor and Expenses	12,148	11,637	13,594
Miscellaneous Expense	683	400	265
Maintenance of Structures	439	3,550	1,299
Maintenance of Purification Equip.	2,307	5,723	3,312
Depreciation	<u>2,340</u>	<u>2,340</u>	<u>2,324</u>
Total Water Treatment Expense	<u>34,601</u>	<u>10.1</u>	<u>39,844</u>
	11.7	38,894	11.5
<u>Distribution</u>			
Operation Supervision	2,408	2,515	2,594
Storage Facilities Expense	1,384	1,463	1,253
Trans. & Distr. Lines Expense	2,726	4,456	3,506
Meter Expense	9,516	9,263	7,162
Consumer Installation Expense	4,115	2,813	2,408
Miscellaneous Expense	4,404	6,763	5,931
Vehicle Expense	3,096	5,146	3,193
Maintenance:			
Supervision	4,275	4,020	3,953
Structures	169	1,047	85
Reservoirs and Standpipes	169	23	137
Mains	13,262	7,378	2,262
Valves	5,901	5,977	11,936
Meters	1,282	985	1,583
Hydrants	1,464	3,084	400
Miscellaneous Plant	1,929	4,006	1,743
Vacation, Holiday, Sick Leave	12,470	13,519	14,789
Depreciation	<u>26,375</u>	<u>26,430</u>	<u>25,338</u>
Total Distribution Expense	<u>\$94,945</u>	<u>27.8</u>	<u>\$98,888</u>
	29.0	\$88,273	26.2

Muscatine Power and Water - Water Utility
Summary of Expenses
Current Month - January 2008

	<u>Budget Est.</u>	<u>This Year</u>	<u>Last Year</u>
<u>Customer Service Expense</u>			
Customer Information Expense	<u>\$966</u>	0.3	<u>\$232</u>
<u>Consumer Accounts</u>			
Supervision	829	962	926
Meter Reading Expense	3,248	3,185	3,455
Consumer Records and Collection	11,031	12,539	10,168
Uncollectible Accounts Expense	267	268	359
Vacation, Holiday, Sick Leave	<u>1,735</u>	<u>1,866</u>	<u>1,757</u>
Total Consumer Accounts Expense	<u>17,110</u>	5.0	<u>18,820</u>
		5.5	<u>16,665</u>
		4.9	
<u>Administrative and General</u>			
Administrative and General Salaries	13,810	13,769	13,102
Office Supplies and Expenses	1,467	1,813	1,938
Outside Services Employed	3,310	787	2,004
Property Insurance	713	682	788
Casualty Ins, Injuries & Damages	2,716	122	4,163
Employee Pensions and Benefits	40,668	39,914	40,444
Fringe Benefits Charged to Constr.	(3,253)	(1,241)	(2,279)
Miscellaneous General Expense	6,093	5,406	5,047
Rents	5,043	5,043	5,103
Maintenance of General Plant	2,070	1,065	1,707
Vacation, Holiday, Sick Leave	2,129	2,292	1,284
Depreciation	<u>11,907</u>	<u>9,846</u>	<u>9,988</u>
Total Administrative and General	<u>86,673</u>	25.4	<u>79,498</u>
		23.3	<u>83,289</u>
		24.7	
Total Operating Expense	<u>\$334,853</u>	<u>\$362,114</u>	<u>\$326,191</u>
Percent to Operating Revenue	98.2	106.1	96.7

Muscatine Power and Water - Water Utility
Statistical Data
Current Month - January 2008

	<u>2008</u>		<u>2007</u>	
	<u>Pumped</u>	<u>Sold</u>	<u>Pumped</u>	<u>Sold</u>
Average Revenue Per 1,000 Gallons	\$0.395	\$0.418	\$0.398	\$0.394
Cost Per 1,000 Gallons	<u>0.420</u>	<u>0.445</u>	<u>0.387</u>	<u>0.384</u>
Margin	<u>(\$0.025)</u>	<u>(\$0.027)</u>	<u>\$0.011</u>	<u>\$0.010</u>
Maximum Daily Water Pumped (1,000 gallons)	<u>32,523</u>		<u>32,094</u>	
Date of Maximum	01/08		01/04	
Services				
Contract Customers	2		2	
Power Plants	2		2	
Residential	8,483		8,399	
Commercial	<u>1,095</u>		<u>1,085</u>	
Total	<u><u>9,582</u></u>		<u><u>9,488</u></u>	