

ADOPTED BUDGET CERTIFICATE

CERTIFICATION

TO: Muscatine, Iowa, City Council

At the November 29, 2011, meeting of the Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa, the proposed budget for calendar year 2012 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 29, 2011, 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 2012 budget as published. Notice of time and place of hearing had been published on November 18, 2011, 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 2012.

The Board adopted the following budget resolution:

A Resolution Adopting The Annual Budget for Calendar Year 2012. Be It Resolved by the Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa: The annual budget for calendar year 2012, as set forth in the Utility's 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 29, 2011, by the following vote: (List Names)

Ayes: Scott Ingstad, Gary Carlson, Nays: none
Warren Heidbreder, Doyle
Tubandt, Joan U. Axel

Joan U. Axel
Joan Axel, Chairperson

Donald W. Kerker
Donald W. Kerker, Board Secretary

ADOPTED BUDGET SUMMARY

Muscatine Power and Water
NAME OF ENTERPRISE

Calendar
(specify fiscal or calendar year budget)

YEAR 2012

		Budget		Re-Estimated		Actual	
		2012		2011		2010	
REVENUES & OTHER FINANCING SOURCES		(specify budget years)					
Use of Money and Property	(line 398)	241	1,618,981	271	1,519,194	301	1,454,982
Charges for Services*	(line 414)	243	104,162,254	273	100,191,206	303	109,624,292
Miscellaneous	(line 416)	245	1,687,251	275	1,348,194	305	1,394,244
Operating Transfers In	(line 417)	247		277		307	
Proceeds of Long Term Debt	(line 418)	248	29,232,800	278	36,000	308	4,214,846
Proceeds of Fixed Asset Sales	(line 419)	249		279		309	
Total Revenues & Other Financing Sources		250	136,701,286	280	103,094,594	310	116,688,364
EXPENDITURES & TRANSFERS OUT							
Expenditures	(line 386)	255	106,403,462	285	120,116,412	315	114,295,119
Transfers Out	(line 387)	259		289		319	
Total Expenditures & Transfers Out		260	106,403,462	290	120,116,412	320	114,295,119
Excess of Revenues & Other Sources Over (Under) Expenditures & Transfers Out							
BEGINNING Fund Balance	(line 390)	261	30,297,824	291	-17,021,818	321	2,393,245
ENDING Fund Balance	(line 388)	262	13,201,035	292	30,222,853	322	27,829,608
		263	43,498,859	293	13,201,035	323	30,222,853

*Includes wholesale energy sales in the Midwest ISO market. Effective September 1, 2009.

RESOURCES DETAIL

		(specify budget years)	Budget 2012	Re-Estimated 2011	Calendar Actual 2010
					(specify if budget is fiscal or calendar year)
Beginning Fund Balance	390		13,201,035	30,222,853	27,829,608
Use of Money & Property	398		1,618,981	1,519,194	1,454,982
Charges for Services:					
Communications ¹	411		12,424,071	11,518,407	10,831,375
Water	404		4,574,419	4,411,536	4,207,885
Sewer	405				
Electric ²	406		87,163,764	84,261,263	94,585,032
Gas	407				
Total Charges for Services	414		104,162,254	100,191,206	109,624,292
Miscellaneous	416		1,687,251	1,348,194	1,394,244
Other Financing Sources:					
Operating Transfers In	417				
Proceeds of Long Term Debt	418		29,232,800	36,000	4,214,846
Proceeds of Fixed Asset Sales	419				
Total Resources	421		149,902,321	133,317,447	144,517,972

REQUIREMENTS DETAIL

		(specify budget years)	Budget 2012	Re-Estimated 2011	Actual 2010
Expenditures:					
Communications ¹	338		13,354,544	12,326,302	11,312,130
Water	360		6,226,965	4,584,249	4,664,413
Sewer	357				
Electric	361		86,821,953	103,205,861	98,318,576
Gas	362				
Total Expenditures:	386		106,403,462	120,116,412	114,295,119
Transfers Out	387				
Ending Fund Balance	388		43,498,859	13,201,035	30,222,853
Total Requirements	389		149,902,321	133,317,447	144,517,972

¹Communications inserted in place of Hospital.²Includes wholesale energy sales in the Midwest ISO market. Effective September 1, 2009.

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:

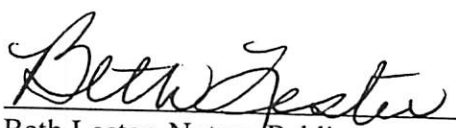
Muscatine Power & Water
Notice Of Public Hearing
PO #113162

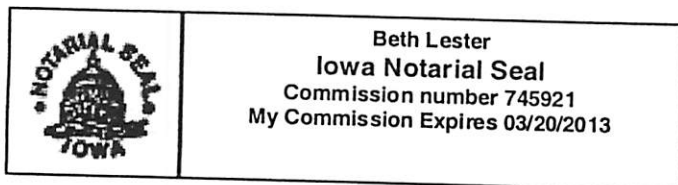
Of which the annexed printed slip is a true, correct and complete copy, was published in said *Muscatine Journal* one time having been made there in on:
November 18, 2011


Jeff Lee

STATE OF IOWA
MUSCATINE COUNTY

Subscribed and sworn to before me this
29th day of November, 2011


Beth Lester, Notary Public



NOTICE OF PUBLIC HEARING BUDGET ESTIMATE Calendar Year 2012			
The Board of Water, Electric, and Communications Trustees of the City of Muscatine, Iowa, will conduct a public hearing on the proposed 2012 budget at the Administration Building, 3205 Cedar Street, Muscatine, Iowa, on November 29, 2011, beginning at 5:28 o'clock p.m.			
The Budget Estimate Summary of proposed revenue and expenditures is shown below. Copies of the proposed 2012 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. Karher Secretary			
BUDGET ESTIMATE SUMMARY COMBINED WATER, ELECTRIC, AND COMMUNICATIONS UTILITIES For Current Proprietary Operations Modified Cash and Accrual Basis			
2012 Proposed	2011 Actual Re-estimated	2010 Actual	
Revenues:			
Use of Money & Property	1,518,981	1,519,194	1,454,982
Charges for Services	104,162,254	100,191,206	
		109,624,292	
Miscellaneous	1,687,251	1,348,194	1,394,244
Other Financing Sources	29,232,800	36,000	4,214,846
Total Revenues	135,701,286	103,094,594	
		116,688,364	
Expenditures & Transfers Out:			
Expenditures	106,403,462	120,116,412	
		114,295,119	
Transfers Out			
Total Expenditures & Transfers Out	106,403,462	120,116,412	
		114,295,119	
Excess of Revenues Over/Under Expenditures	30,297,824	(17,021,818)	
		2,393,245	
Beginning Balance Jan. 1			
13,201,035	30,222,853		
	27,829,608		
Ending Balance Dec. 31			
43,498,859	13,201,035		
	30,222,853		