

**NOTICE OF PUBLIC HEARING
Budget Estimate**

Algona Municipal Utilities
(Name of Enterprise)

The _____ Algona Municipal Utilities _____ will conduct a public hearing on
(Governing Board)

the proposed _____ Calendar _____ year _____ 2016 _____ budget at _____ Algona Municipal Utilities _____
(specify fiscal or calendar) (xxxx/xxxx)

on _____ 11/18/15 _____, beginning at _____ 11:00 _____ o'clock. _____ AM _____ The Budget Estimate Summary of proposed revenues and expenditures is shown below. Copies of the **detailed** proposed budget may be obtained or viewed at the office of the City Clerk or Utility Finance Officer and at the city library. At the public hearing, any resident or taxpayer may present objections to, or arguments in favor of, any part of the proposed budget.

_____ Secretary
(date) (signature)



	Budget	Re-estimated	Actual
	2016	2015	2014
	<i>(xxxx)</i>	<i>(xxxx)</i>	<i>(xxxx)</i>
Revenues & Other Financing Sources			
Use of money and property	0	0	0
Charges for services	19,158,000	18,139,000	16,895,094
Miscellaneous	579,900	471,275	712,810
Other Financing Sources	0	1,250,000	3,590,000
Total Revenues & Financing Sources	19,737,900	19,860,275	21,197,904
Expenditures & Transfers Out			
Expenditures	19,931,500	19,808,650	15,649,691
Transfers Out	520,000	515,000	512,437
Total Expenditures & Transfers Out	20,451,500	20,323,650	16,162,128
Excess of Revenues & Other Sources (+) (-) Expenditures & Transfers Out	-713,600	-463,375	5,035,776
Beginning Fund Balance _____ January 1 _____ <i>(month)</i>	27,863,796	28,327,171	23,291,395
Ending Fund Balance _____ December 31 _____ <i>(month)</i>	27,150,196	27,863,796	28,327,171

ADOPTED BUDGET SUMMARY

Algona Municipal Utilities NAME OF ENTERPRISE	Calendar <small>(specify fiscal or calendar year budget)</small>	YEAR		2016
	Budget 2016 <small>(specify budget years)</small>	Re-Estimated 2015		Actual 2014
REVENUES & OTHER FINANCING SOURCES				
Use of Money and Property (line 398)	241 0	271 0	301 0	0
Charges for Services (line 414)	243 19,158,000	273 18,139,000	303 16,895,094	16,895,094
Miscellaneous (line 416)	245 579,900	275 471,275	305 712,810	712,810
Operating Transfers In (line 417)	247 0	277 0	307 0	0
Proceeds of Long Term Debt (line 418)	248 0	278 1,250,000	308 3,590,000	3,590,000
Proceeds of Fixed Asset Sales (line 419)	249 0	279 0	309 0	0
Total Revenues & Other Financing Sources	250 19,737,900	280 19,860,275	310 21,197,904	21,197,904
EXPENDITURES & TRANSFERS OUT				
Expenditures (line 386)	255 19,931,500	285 19,808,650	315 15,649,691	15,649,691
Transfers Out (line 387)	259 520,000	289 515,000	319 512,437	512,437
Total Expenditures & Transfers Out	260 20,451,500	290 20,323,650	320 16,162,128	16,162,128
Excess of Revenues & Other Sources Over (Under) Expenditures & Transfers Out				
	261 -713,600	291 -463,375	321 5,035,776	5,035,776
BEGINNING Fund Balance (line 390)	262 27,863,796	292 28,327,171	322 23,291,395	23,291,395
ENDING Fund Balance (line 388)	263 27,150,196	293 27,863,796	323 28,327,171	28,327,171

Algona Municipal Utilities
NAME OF ENTERPRISE

REVENUES DETAIL

Calendar

(specify if budget is fiscal or calendar year)

		Budget 2016	Re-Estimated 2015	Actual 2014
Beginning Fund Balance	390	27,863,796	28,327,171	23,291,395
Use of Money & Property	398			
Charges for Services:				
Hospital	411			
Water	404	1,167,000	1,155,000	1,029,162
Sewer	405			
Electric	406	14,479,000	13,535,000	12,499,851
Gas	407			
Telecommunications	408	3,512,000	3,449,000	3,366,081
Total Charges for Services	414	19,158,000	18,139,000	16,895,094
Miscellaneous	416	579,900	471,275	712,810
Other Financing Sources:				
Operating Transfers In	417			
Proceeds of Long Term Debt	418		1250000	3,590,000
Proceeds of Fixed Asset Sales	419			
Total Revenues - All Sources	421	47,601,696	48,187,446	44,489,299

EXPENDITURES DETAIL

		Budget 2016	Re-Estimated 2015	Actual 2014
Expenditures:				
Hospital	338			
Water	360	1,674,700	1,160,800	851,266
Sewer	357			
Electric	361	14,683,900	15,191,350	11,803,724
Gas	362			
Telecommunications	363	3,572,900	3,456,500	2,994,701
Total Expenditures:	386	19,931,500	19,808,650	15,649,691
Transfers Out	387	520,000	515,000	512,437
Ending Fund Balance	388	27,150,196	27,863,796	28,327,171
Total Expenditures & Transfers Out	389	47,601,696	48,187,446	44,489,299

BUDGET ESTIMATE
For
Year Ending December 31, 2016

Electric Fund

Estimated Receipts

Sale of Electricity	\$ 11,437,000	
Wholesale of Capacity & Energy	3,250,000	
Other Receipts	<u>385,000</u>	
Total Estimated Receipts		\$ 15,072,000

Other Funds Available

Employee Medical Self Ins. Fund	5,000	
Electric Transmission Reserve Fund	125,000	
Electric Revenue Bond Sinking Fund	137,000	
Electric Improvement Fund	1,000,000	
Electric Rev Debt Reserve Fund	1,679,000	
Electric Capacity Reserve Fund	1,250,000	
Electric Self Insured Reserve Fund	<u>150,000</u>	
Total Estimated Other Funds		\$ <u>4,346,000</u>

Total Estimated Funds Available **\$ 19,418,000**

Estimated Expenditures

Plant Operation, Maint, & Pwr Purchased	\$ 9,588,000	
Maint Distribution & Transmission Lines	545,000	
Meter Reading, Supp, & Old Accounts	162,000	
Sales Expense & Energy Audits	134,000	
Administration	266,000	
Property Taxes	212,000	
General & Other Expense	1,009,000	
Other Expense & Rebates	100,000	
Capital Outlay	1,656,400	
Interest on Revenue Bonds	508,500	
Electric Revenue Bonds Redeemed	1,166,100	
Mdse, Jobbing Expense	10,000	
Transfer to City	<u>400,000</u>	
Total Estimated Expenditures		\$ 15,757,000

Transfer to Sinking & Loan Funds

Employee Medical Self Ins. Fund	60,000	
Electric Transmission Reserve Fund	100,000	
Electric Revenue Bond Sinking Fund	137,000	
Electric Improvement Fund	1,035,000	
Electric Rev Debt Reserve Fund	1,679,000	
Electric Capacity Reserve Fund	500,000	
Electric Self Insured Reserve Fund	<u>150,000</u>	
Total Estimated Transfer		\$ <u>3,661,000</u>

Total Estimated Expenditures & Transfer **\$ 19,418,000**

BUDGET ESTIMATE
For
Year Ending December 31, 2016

Water Fund

Estimated Receipts

Sale of Water	\$ 1,167,000	
Other Receipts	59,000	
Total Estimated Receipts		1,226,000

Other Funds Available

Water Revenue Bond Sinking Fund	19,700	
Waterworks Improvement Fund	739,700	
Water Revenue Debt Reserve Fund	246,400	
Water Self Insured Reserve	99,200	
Total Estimated Other Funds		1,105,000

Total Estimated Funds Available		<u><u>\$ 2,331,000</u></u>
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Estimated Expenditures

Plant & Wells Operation & Maintenance	\$ 282,900	
Maintenance Main, Service & Meters	162,600	
Meter Reading Supplies & Account	81,000	
Administration & General	289,500	
Other Expenses	-	
Mdse, Jobbing Expense	5,700	
Capital Outlay	576,000	
Water Revenue Bonds Redeemed	197,000	
Interest on Revenue Bonds	80,000	
Transfer to City	45,000	
Total Estimated Expenditures		1,719,700

Transfer to Sinking Fund

Water Revenue Bond Sinking Fund	19,900	
Waterworks Improvement Fund	244,600	
Water Revenue Debt Reserve Fund	246,400	
Water Self Insured Reserve	100,400	
Total Estimated Transfer		611,300

Total Estimated Expenditures & Transfer		<u><u>\$ 2,331,000</u></u>
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BUDGET ESTIMATE
For
Year Ending December 31, 2016

Communication Fund

Estimated Receipts

Sales - Cable	\$ 1,517,000	
Sales - Internet	1,123,000	
Sales - Telephone	847,000	
Sales - Cell Phone	25,000	
Miscellaneous Receipts	135,900	
Total Estimated Receipts		3,647,900

Other Funds Available

Contingency Reserve Fund	-	
Total Estimated Other Fund		-

Total Estimated Fund Available		<u>\$ 3,647,900</u>
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Estimated Expenditures

Cable - Programming	\$ 1,245,000	
Internet	166,000	
Telephone	189,000	
Cell Phone	87,000	
Maint, Dist, Equipment	222,000	
Admin & General	703,000	
Capital Outlay	171,000	
Property Taxes & Insurance	82,000	
Other Expenses	7,500	
Lease Payment to Electric	128,600	
Principal on Loans	388,300	
Interest on Loans	183,500	
Transfer to City	75,000	
Total Estimated Expenditures		<u>3,647,900</u>

Transfer to Sinking Fund

Contingency Reserve Fund	-	
Total Estimated Transfer		-

Total Estimated Expenditures & Transfer		<u>\$ 3,647,900</u>
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**ALGONA MUNICIPAL UTILITIES
CAPITAL EXPENDITURES BUDGET ESTIMATE
2016**

Water

Business Office Improvements	\$ 5,000
Water Distribution System Inventory	5,000
Water Plant Improvements/Equipment Replacement	2,500
Water Plant Detention Tank Piping Project	15,000
Line Locator	5,000
Installation Labor of Water Meters & Remote Heads	2,000
Tantalus Automated Meter Reader Infrastructure	1,500
Water Meters and Remote Heads	5,000
Water Distribution System Modeling	15,000
Water Main Replacement - New Installation - Hwy. 18	490,000
Water Main, Water Valves and Water Service Repairs	20,000
Water Service Replacements	<u>10,000</u>
Water Total	\$ 576,000

Electric

Business Office Improvements	\$10,000
Office Equipment	5,000
Installation Labor for Tantalus AMI and Electric Meters	2,000
Electric Meters	2,500
Warehouse Shelving	2,000
Replacement of Unit #1	35,000
Replacement of Unit #2	200,000
Replacement of Unit #10	35,000
Power Plant Lawn Mower	11,000
Installation of New Security Lights	35,000
Replacement of Pot Hole Machine	60,000
Boring Equipment Accessories	7,500
Misc. Equipment	2,500
Shop HVAC	5,000
Neal 4 Capital Improvements	262,884
Conduit/wire Reel Trailer	3,500
Pole Trailer	7,500
Oak Lake Distribution Improvements	75,000
Orton Road Distribution Improvements	70,000
Hwy. 18 with Water Main Project	70,000
Misc. Electric Distribution System Improvements and Extensions	50,000
Electric Distribution System Inventory	100,000
Distribution Transformers	150,000
Misc. Improvements - Power Plant	5,000
69 kV Control Panel Relay Replacement	<u>450,000</u>
Electric Total	\$1,656,384

Communications

Business Office Improvements	\$10,000
Test Equipment	7,500
Replacement of Unit #19	35,000
Modems	80,000
Communications Distribution System Improvements	10,000
Communications Distribution System Inventory	8,500
Headend Equipment Replacement and New Equipment	10,000
Customer Premise Equipment (ONT)	<u>10,000</u>
Communications Total	\$ 171,000

Capital Budget Total **\$2,403,384**