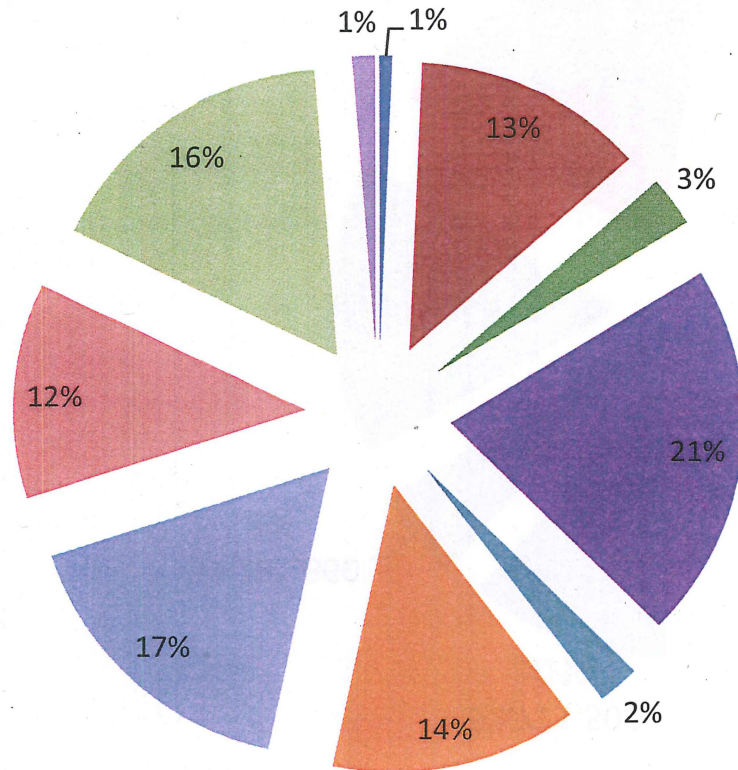
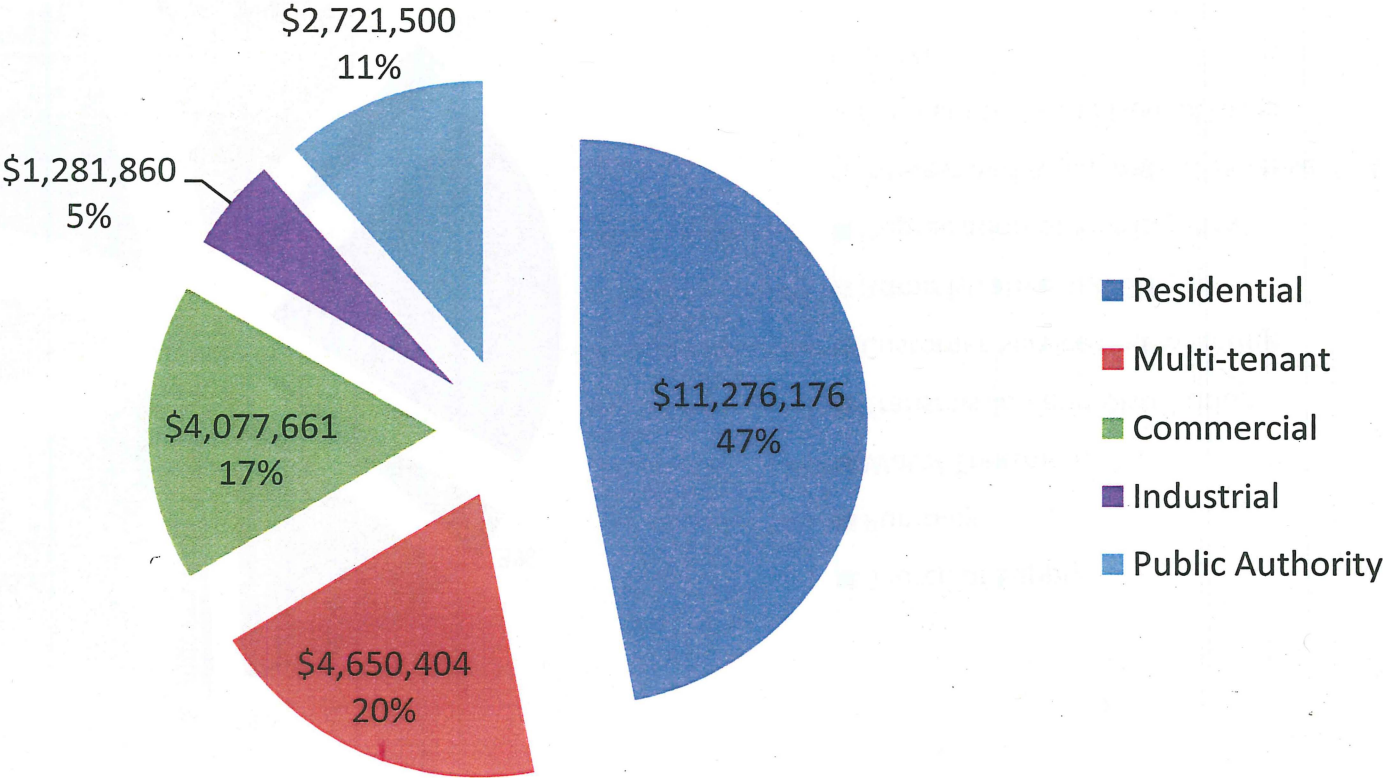


Where Your Water Dollar Goes



- Source of Supply
- Pumping
- Water Treatment
- Transmission and Distribution
- Customer Service and Metering
- Administrative and General
- Depreciation of Physical Plant
- Interest and Amortization Expense, Net
- Payment to City in Lieu of Taxes
- Other

Percentage of Customer Revenue by Class



PROPERTY TAX COMPUTATION
December 31, 2012

G/L Acct. 40800

Utility Plant as of January 1, 2012		
Plant in Service		\$238,652,347
Property Held for Future Use		660,653
Work in Progress		<u>3,822,677</u>
		\$243,135,677
Materials on Hand January 1, 2012		<u>951,616</u>
		\$244,087,293
Less Property Outside City Limits:		
Mains & Hydrants	\$2,282,494	
Meters	177,270	
Laterals	582,373	
Blackhawk Tower Site	470,952	
Work Orders to be Expensed	<u>277,596</u>	3,790,685
Assets Subject to Local and School Tax		<u>\$240,296,608</u>
Ratio of Assessed Value to Full Value		97.7115766%
Assessed Value		\$234,797,604
2012 Tax Rate		
City of Madison	0.0093081	
Madison Public School District	0.0117980	
MATC Vocational School	<u>0.0018610</u>	
	0.0229671	
Less: Tax Credit	<u>0.00159780</u>	
		<u>0.02136930</u>
Tax Equivalent		\$5,017,460
Less: Taxes Charged to Sewer Utility		
Meters	\$83,865	
Meter Trucks	<u>2,425</u>	
	\$86,290	
Taxes Capitalized	<u>56,777</u>	<u>143,067</u>
Net Property Tax		\$4,874,393

**PROPERTY AND PLANT - GAAP
(with 2011 Depreciation)
AS OF DECEMBER 31, 2012**

ACCOUNT	ACCT. NO.	BALANCE AS OF 1/1/2012	2012 ADDITIONS	2012 REMOVALS	ADJUSTMENTS	BALANCE AS OF 12/31/2012	AVERAGE BALANCE 12/31/2012	DEPREC. RATE %	DEPREC. FOR 2012
SOURCE & SUPPLY PLANT									
Land & Land Rights	31010/31020	670,064.60	5,952.72			676,017.32	673,040.96		
Collecting Reservoirs	31200	5,557,385.65				5,557,385.65	5,557,385.65	1.70%	94,476
Wells	31400	4,029,297.21	192,116.74			4,221,413.95	4,125,355.58	2.90%	119,635
Other Water Source Plant	31700	157,362.03				157,362.03	157,362.03	4.50%	7,081
Total		10,414,109.49	198,069.46	0.00	0.00	10,612,178.95	10,513,144.22		
PUMPING PLANT									
Land & Land Rights	32000	443.91				443.91	443.91		
Unit Wells Pumphouses	32100	5,603,367.22	74,280.49	4,500.00		5,673,147.71	5,638,257.47	3.20%	180,424
Power Production Equipment	32300	46,082.44				46,082.44	46,082.44	4.40%	2,028
Elec. Pump Equipment	32500	5,559,440.95	284,184.01	245,219.19		5,598,405.77	5,578,923.36	4.40%	245,473
Gas Pump Equipment	32800	15,558.77				15,558.77	15,558.77	4.40%	Fully depreciated
Total		11,224,893.29	358,464.50	249,719.19	0.00	11,333,638.60	11,279,265.95		
WATER TREATMENT PLANT									
Water Filtration Building	33100	969,631.18				969,631.18	969,631.18	3.20%	31,028
Other Filtration Equipment	33200	829,213.69				829,213.69	829,213.69	3.30%	27,364
Other Water Treatment Equip	33400	122,899.07				122,899.07	122,899.07	6.00%	7,374
Chlorinators	33410	234,194.16				234,194.16	234,194.16	6.00%	14,052
Fluorinators	33420	119,705.25				119,705.25	119,705.25	6.00%	7,182
Total		2,275,643.35	0.00	0.00	0.00	2,275,643.35	2,275,643.35		
TRANS & DISTR PLANT									
Transmission Land	34010	183,371.00				183,371.00	183,371.00		
Distr Reservoir Land	34020	343,458.54				343,458.54	343,458.54		
Distr Rights of Way	34030	37,333.94	137.97			37,471.91	37,402.93		
Distr Reservoir Control Bldg	34100	684,622.49				684,622.49	684,622.49	3.20%	21,908
Distr Reservoir & Standpipe	34200	6,067,753.17				6,067,753.17	6,067,753.17	1.90%	115,287
Distr Mains	34300	113,457,359.98	4,074,340.27	87,137.14		117,444,563.11	115,450,961.55	1.30%	1,500,863
Services	34500	35,521,613.74	592,413.42	133,360.47		35,980,666.69	35,751,140.22	2.90%	1,036,783
Meters	34600	8,032,884.18	4,269,537.10	230,242.94		12,072,178.34	10,052,531.26	5.50%	552,889
Hydrants	34800	13,700,171.78	545,803.53	56,341.29		14,189,634.02	13,944,902.90	2.20%	306,788
CIP Completed not Classified	10600 (349)	17,703,641.70	8,489,438.09		-4,783,595.61	21,409,484.18	19,556,562.94	1.55%	303,127
Total		195,732,210.52	17,971,670.38	507,081.84	-4,783,595.61	208,413,203.45	202,072,706.99		

ACCOUNT	ACCT. NO.	BALANCE AS OF 1/1/2012	2012 ADDITIONS	2012 REMOVALS	ADJUSTMENTS	BALANCE AS OF 12/31/2012	AVERAGE BALANCE 12/31/2012	DEPREC. RATE %	DEPREC. FOR 2012
<u>GENERAL PLANT</u>									
Land	38900	874,900.23				874,900.23	874,900.23		
Buildings	39000	10,071,540.47	224,328.91			10,295,869.38	10,183,704.93	2.90%	295,327
Office Equipment	39100	409,635.62				409,635.62	409,635.62	5.80%	23,759
Computers	39110	689,890.35	7,290.00	1,034.86		696,145.49	693,017.92	26.70%	7,290
Transportation Equipment	39200	3,053,533.02	314,671.00	205,435.24		3,162,768.78	3,108,150.90		253,395
Stores Equipment	39300	47,254.85				47,254.85	47,254.85	5.80%	Fully depreciated
Tools & Garage Equipment	39400	967,893.13	38,074.91	9,804.60		996,163.44	982,028.29	5.80%	56,958
Laboratory Equipment	39500	9,199.69				9,199.69	9,199.69	5.80%	Fully depreciated
Power Operated Equipment	39600	1,354,099.49	147,520.85	128,296.87		1,373,323.47	1,363,711.48		108,626
Communication Equipment	39700	180,404.16				180,404.16	180,404.16	9.20%	Fully depreciated
Telemetry Equipment	39710	1,347,139.62	73,802.00			1,420,941.62	1,384,040.62	9.20%	127,332
Total		19,005,490.63	805,687.67	344,571.57	0.00	19,466,606.73	19,236,048.68		
<u>TOTAL PLANT</u>		<u>238,652,347.28</u>	<u>19,333,892.01</u>	<u>1,101,372.60</u>	<u>-4,783,595.61</u>	<u>252,101,271.08</u>	<u>245,376,809.18</u>		<u>5,446,449</u>

Depreciation Charged to Sewer Utility			
Transportation Equipment		9,204	
Meters		217,927	
Stores - Clearing		0	
Transportation - Clearing		253,395	18410
		(9,204)	
Tools - Clearing		165,584	18440
Depreciation		5,027,470	40300
		(217,927)	
Total Depreciation		<u>5,446,449</u>	

Madison Water Utility

PILOT History

Year		% inc	cum%
2002	\$ 2,360,352		
2003	2,589,150	9.69%	
2004	2,643,337	2.09%	
2005	2,714,348	2.69%	
2006	2,730,315	0.59%	
2007	3,027,577	10.89%	
2008	3,211,795	6.08%	
2009	3,572,131	11.22%	
2010	4,113,887	15.17%	
2011	4,519,771	9.87%	91.49%
2012	5,017,460	11.01%	112.57%
2013 budget	5,368,242	6.99%	127.43%