

Water Utility

Agency Number: **64**
Budget Function: **Water**

The mission of the Madison Water Utility is to provide and maintain an adequate supply of safe water for consumption and fire protection, with quality service and at a reasonable price, for present and future generations.

<u>Major Service</u>	<u>2011 Actual</u>	<u>2012 Adopted</u>	<u>2012 Projected</u>	<u>2013 Request</u>	<u>2013 Executive</u>	<u>2013 Adopted</u>
Water Supply	(0)	0	0	0	0	0
Agency Total	\$ (0)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

Requested Budget Highlights

The Budget includes:

1. The Utility plans to file a formal 12% rate increase application with the Public Service Commission of Wisconsin in October 2012. The revenue in the 2013 operating budget request includes the 12% rate increase beginning with the August 2013 customer billing. The last increase of 9% was granted in May 2011, and became fully effective January 1, 2012.
2. A Revenue Bond issue of approximately \$23 million is expected in November 2012. The bond issue will fund the balance of the Utility's 2012 capital budget and part of the 2013 capital budget. The last bond issue was in December 2011.
3. The addition of 1.0 FTE Accounting Coordinator to supervise day-to-day clerical accounting including accounts payable, payroll, work order/job costing, accounts receivable, EW01/interagency transfers, and accounting close. Funding for the position will come from currently vacant positions at the Utility.
4. The Utility expects to complete its implementation of an Advanced Metering Infrastructure called *Project H₂O* in the first half of 2013. In addition, starting in November 2012, the Utility will be converting its semiannual metered accounts to monthly, which will help customers in budgeting for a lower monthly billing.

Water Utility

Budget Service Descriptions:

Water Supply

The Madison Water Utility serves 65,000 customers, providing approximately 11 billion gallons of water a year. The Utility operates 23 wells to supply the water, which is delivered to customers through over 835 miles of water main.

Service Summary			
	2011	2012	2013
	<u>Actual</u>	<u>Adopted</u>	<u>Executive</u>
Total Expenditures	\$ 31,070,334	\$ 33,222,253	\$ 0
Less Inter-Agency Billings	<u>31,070,334</u>	<u>33,222,253</u>	<u>0</u>
Net Total	\$ (0)	\$ 0	\$ 0

Water Utility Summary by Major Object of Expenditure

	2011	2012	2012	2013	2013	2013
	<u>Actual</u>	<u>Adopted</u>	<u>Projected</u>	<u>Request</u>	<u>Executive</u>	<u>Adopted</u>
Permanent Salaries	\$ 6,819,845	\$ 7,248,862	\$ 7,248,862	\$ 7,175,602	\$ 0	\$ 0
Hourly Employee Pay	131,175	170,549	170,549	196,000	0	0
Overtime Pay	297,348	204,250	204,250	200,000	0	0
Fringe Benefits	3,011,436	2,678,456	2,678,456	2,654,188	0	0
Purchased Services	4,814,177	5,556,350	4,986,350	5,086,450	0	0
Supplies	1,866,795	2,342,176	2,342,176	2,118,282	0	0
Inter-Departmental Charges	835,066	778,082	778,082	847,700	0	0
Debt/Other Financing Uses	12,787,795	13,757,278	12,719,140	14,544,457	0	0
Capital Assets	<u>506,697</u>	<u>486,250</u>	<u>486,250</u>	<u>565,200</u>	<u>0</u>	<u>0</u>
Total Expenditures	\$ 31,070,334	\$ 33,222,253	\$ 31,614,115	\$ 33,387,879	\$ 0	\$ 0
Inter-Agency Billings	<u>31,070,334</u>	<u>33,222,253</u>	<u>31,614,115</u>	<u>33,387,879</u>	<u>0</u>	<u>0</u>
Net Budget	\$ (0)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

	<u>2011 Actual</u>	<u>2012 Adopted</u>	<u>2012 Projected</u>	<u>2013 Request</u>	<u>2013 Executive</u>	<u>2013 Adopted</u>
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Water Utility

Expenditures

Purchased Services							
54101	Natural Gas	58,002	75,000	75,000	43,000	0	0
54103	Electricity	2,494,969	2,600,000	2,600,000	2,600,000	0	0
54201	Telephone Cellular	20,990	22,000	22,000	23,000	0	0
54202	Telephone Regular	18,886	25,000	25,000	24,000	0	0
54301	General B&G Repairs & Maint	108,875	825,000	255,000	375,000	0	0
54314	One Call	14,500	15,000	15,000	15,400	0	0
54401	General Equip Repairs & Maint	232,177	251,300	251,300	251,700	0	0
54472	Street Maintenance	629,533	325,000	325,000	400,000	0	0
54473	Sidewalk Maintenance	82,860	50,000	50,000	75,000	0	0
54610	Recruitment	759	700	700	700	0	0
54620	Mileage	1,745	1,750	1,750	1,750	0	0
54630	Conference/Meetings	31,446	60,000	60,000	55,000	0	0
54704	Credit Card Fees	42,106	50,000	50,000	45,000	0	0
54901	Other Services General	826,511	835,000	835,000	835,000	0	0
54910	Advertising	16,314	75,000	75,000	45,000	0	0
54913	Schedules	54,963	75,000	75,000	45,000	0	0
54941	Computer License & Maint	99,193	139,400	139,400	137,900	0	0
54951	Lab Services	31,951	52,700	52,700	35,000	0	0
54965	Towing Service	0	500	500	0	0	0
54967	Memberships	40,446	77,000	77,000	77,000	0	0
54974	Permits/Licenses	1,738	1,000	1,000	2,000	0	0
54515	Facility-Room Rental	130	0	0	0	0	0
54540	Equipment Rental	3,830	0	0	0	0	0
54675	Arbitrator	1,500	0	0	0	0	0
57971	#N/A	753	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
	Total	\$ 4,814,177.	\$ 5,556,350	\$ 4,986,350	\$ 5,086,450	\$ 0	\$ 0

Supplies

55110	General Office Supplies	20,811	20,000	20,000	28,000	0	0
55140	Postage	87,940	97,000	97,000	360,000	0	0
55150	Computer Supplies	13,606	75,000	75,000	60,000	0	0
55210	General Equipment Supplies	112,240	137,000	137,000	112,000	0	0
55270	Safety Equipment	24,950	54,900	54,900	27,000	0	0
55280	Training Materials/Supplies	1,359,980	1,500,000	1,500,000	1,232,282	0	0
55309	Countertops & Cabinets	0	118,176	118,176	0	0	0
55460	Gasoline	160,394	185,000	185,000	185,000	0	0
55470	Diesel	74,351	122,500	122,500	94,000	0	0
55600	Lab Supplies	9,896	27,600	27,600	15,000	0	0
55710	Uniforms	2,627	5,000	5,000	5,000	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0

		<u>2011</u>	<u>2012</u>	<u>2012</u>	<u>2013</u>	<u>2013</u>	<u>2013</u>
		<u>Actual</u>	<u>Adopted</u>	<u>Projected</u>	<u>Request</u>	<u>Executive</u>	<u>Adopted</u>
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
	Total	<u>\$ 1,866,795</u>	<u>\$ 2,342,176</u>	<u>\$ 2,342,176</u>	<u>\$ 2,118,282</u>	<u>\$ 0</u>	<u>\$ 0</u>

Inter-Departmental Charges

56020	Attorney-Inter-D(Pmts To)	9,569	11,500	11,500	11,500	0	0
56290	Economic Dev-Inter-D(Pmts To)	6,792	2,500	2,500	0	0	0
56330	Finance Dept-Inter-D(Pmts To)	37,904	37,904	37,904	37,904	0	0
56340	Info Technology-Inter-D(Pmts To)	50,000	70,000	70,000	70,000	0	0
56380	Human Res-Inter-D(Pmts To)	49,600	51,088	51,088	52,110	0	0
56440	Health-Inter-D(Pmts To)	124,111	106,575	106,575	68,415	0	0
56460	Treasurer-Inter-D(Pmts To)	71,923	72,043	72,043	126,436	0	0
56530	Engineering-Inter-D(Pmts To)	125,233	75,425	75,425	73,970	0	0
56540	Sewer Utility-Inter-D(Pmts To)	1,299	15,000	15,000	15,000	0	0
56550	Fleet Service-Inter-D(Pmts To)	6,863	5,000	5,000	0	0	0
56571	TE Signs-Inter-D(Pmts To)	15,334	15,327	15,327	15,377	0	0
56630	Streets-Inter-D(Pmts To)	13,630	10,000	10,000	15,000	0	0
56950	Insurance Fund-Inter-D(Pmts To)	64,411	68,354	68,354	73,310	0	0
56960	Workers Comp-Inter-D(Pmts To)	<u>258,162</u>	<u>237,366</u>	<u>237,366</u>	<u>288,678</u>	<u>0</u>	<u>0</u>
56560	Storm Water-Inter-D(Pmts To)	235	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
	Total	<u>\$ 835,066</u>	<u>\$ 778,082</u>	<u>\$ 778,082</u>	<u>\$ 847,700</u>	<u>\$ 0</u>	<u>\$ 0</u>

Debt / Other Financing Uses

57110	Principal - Debt Service	4,860,106	4,017,717	4,017,717	4,802,357	0	0
57120	Interest - Debt Service	3,403,893	4,776,567	3,746,891	4,299,088	0	0
57200	Payment In Lieu Of Taxes	4,519,770	4,896,449	4,954,532	5,443,012	0	0
57999	Reserves Generated	<u>0</u>	<u>66,545</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
57458	Transfer Out To Storm Utility	4,025	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
0	#N/A	0	0	0	0	0	0
	Total	<u>\$ 12,787,795</u>	<u>\$ 13,757,278</u>	<u>\$ 12,719,140</u>	<u>\$ 14,544,457</u>	<u>\$ 0</u>	<u>\$ 0</u>

Water Utility

Inter-Agency Billings

Billings to Departments

	<u>2011 Actual</u>	<u>2012 Adopted</u>	<u>2012 Projected</u>	<u>2013 Request</u>	<u>2013 Executive</u>	<u>2013 Adopted</u>
59340 ID Pmt From Info Technology	0	790	790	0	0	0
59530 ID Pmt From City Engineering	124	9,500	9,500	15,000	0	0
59540 ID Pmt From Sewer Utility	1,519,270	1,673,713	1,673,713	2,046,177	0	0
59560 ID Pmt From Storm Utility	122,027	134,950	134,950	148,300	0	0
59630 ID Pmt From Streets Division	<u>4,615</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>0</u>
59550 ID Pmt From Fleet Service	5,264	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
Total	\$ 1,651,300	\$ 1,823,953	\$ 1,823,953	\$ 2,214,477	\$ 0	\$ 0

Other Sources

75214 Late Sewer Bill Fees	279,237	279,200	290,071	304,340	0	0
76231 Dane County Space Rent	1,863	1,900	1,900	1,900	0	0
76920 Water	28,259,129	31,029,200	29,330,691	30,742,062	0	0
78110 Interest On Investments	263,986	88,000	167,500	125,100	0	0
79999 Reserves Applied	<u>614,820</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
0 #N/A	0	0	0	0	0	0
Total	\$ 29,419,034	\$ 31,398,300	\$ 29,790,162	\$ 31,173,402	\$ 0	\$ 0

Total Inter-Agency Billings	\$ 31,070,334	\$ 33,222,253	\$ 31,614,115	\$ 33,387,879	\$ 0	\$ 0
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