



DuPage Water Commission

600 E. Butterfield Road, Elmhurst, IL 60126-4642
(630) 834-0100 Fax: (630) 834-0120

NOTICE IS HEREBY GIVEN THAT THE RESCHEDULED OCTOBER 2006 FINANCE COMMITTEE MEETING OF THE DUPAGE WATER COMMISSION WILL BE HELD AT 7:00 P.M. ON THURSDAY, OCTOBER 12, 2006, AT ITS OFFICES LISTED BELOW. THE AGENDA FOR THE RESCHEDULED OCTOBER 12, 2006 REGULAR COMMITTEE MEETING IS AS FOLLOWS:

AGENDA
FINANCE COMMITTEE
THURSDAY, OCTOBER 12, 2006
7:00 P.M.

600 EAST BUTTERFIELD ROAD
ELMHURST, IL 60126

COMMITTEE MEMBERS

A. Poole, Chair
T. Feltes
G. Mathews
J. Vrdolyak

- I. Roll Call
- II. Approval of Minutes for Committee Meeting of August 10, 2006
- III. Treasurer's Report – September, 2006
- IV. Financial Statements – September, 2006
- V. Accounts Payable
- VI. Insurance Approval

RECOMMENDED MOTION: To recommend to the Commission approval of the purchase of property and liability insurance coverage in accordance with the September 22, 2006, Insurance Proposal prepared by Arthur J. Gallagher Risk Management Services, Inc., for a total of \$618,283.

- VII. Other
- VIII. Adjournment

Board\Agendas\Finance\FC 2006-10.doc

All visitors must present a valid drivers license or other government-issued photo identification, sign in at the reception area and wear a visitor badge while at the DuPage Pumping Station.

**MINUTES OF A MEETING OF THE
FINANCE COMMITTEE
OF THE DuPAGE WATER COMMISSION
HELD ON AUGUST 10, 2006**

The meeting was called to order at 7:09 P.M. at the offices of the DuPage Water Commission, 600 E. Butterfield Rd., Elmhurst, Illinois 60126. Committee members in attendance: Committee Chairman A. Poole, Commissioner T. Feltes and Commissioner J. Vrdolyak. Also in attendance: Treasurer R. Thorn and Financial Administrator M. Richter.

MINUTES OF MEETING – JUNE 8, 2006

A motion by Commissioner Vrdolyak, seconded by Commissioner Feltes, to approve the minutes of the June 8, 2006 Finance Committee meeting. This motion carried unanimously.

TREASURER'S REPORT – JULY 2006

Treasurer Thorn presented the July 2006 Treasurer's Report for Committee review.

FINANCIAL STATEMENTS – JULY 2006

The Committee reviewed the July 2006 financial statements. After a brief discussion, the Committee accepted the financial statements for July 2006.

ACCOUNTS PAYABLE

The Committee reviewed the Accounts Payable in the amount of \$848.00. There was a motion by Commissioner Vrdolyak, seconded by Commissioner Feltes, to recommend approval of the Accounts Payable at the August 10, 2006 Commission meeting. The motion carried unanimously.

RESOLUTION No. R-29-06

After a brief discussion, Commissioner Feltes made a motion and seconded by Commissioner Vrdolyak to recommend approval of Resolution No. R-29-06 accepting the proposal of Timothy Sharpe for actuarial services. The motion carried unanimously.

ADJOURNMENT

With no further business to come before the Committee, the meeting was adjourned at 7:24 P.M.



DuPage Water Commission

MEMORANDUM

TO: Robert Martin, General Manager

FROM: R. Max Richter, Financial Administrator

DATE: October 5, 2006

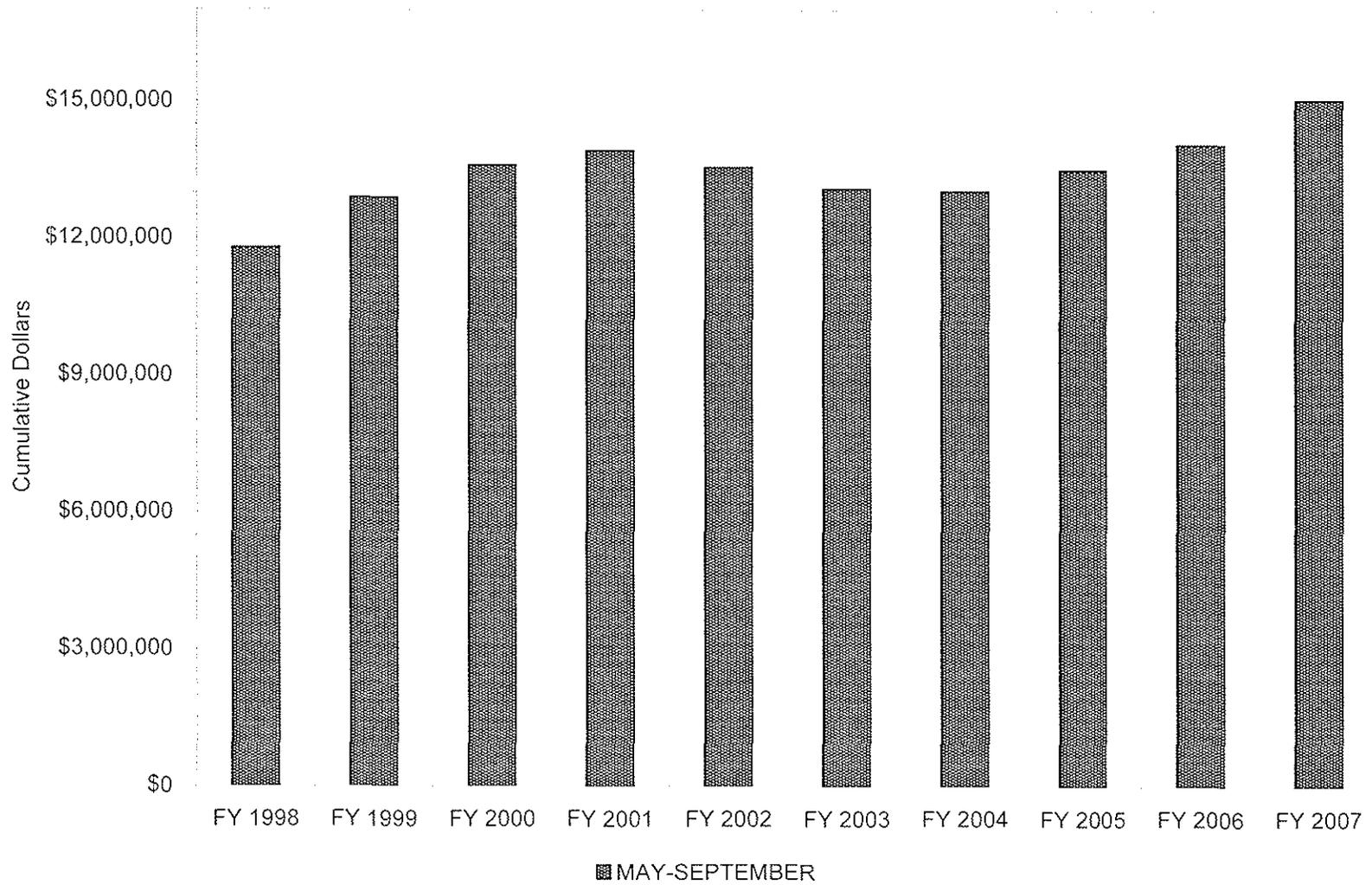
SUBJECT: Financial Report – September *RMR*

- Water sales for the fiscal year are under budget by \$3,454,378 (13.9%) and water purchases from Chicago are under budget by \$3,507,792 (15.0%).
- September sales tax collections (June sales) were \$201,116 (6.9%) more than the same period last fiscal year.
- The over budget condition in investment income is due to higher than budgeted investment yields.
- Commission's investment portfolio had a market value of \$136.5 million on September 30, 2006. The original purchase price of the portfolio was \$136.6 million. The portfolio was earning approximately 5.059% based on market yield and 4.75% based on original purchase price.
- The General Obligation bond interest payment of \$1,456,450 was made on September 1.

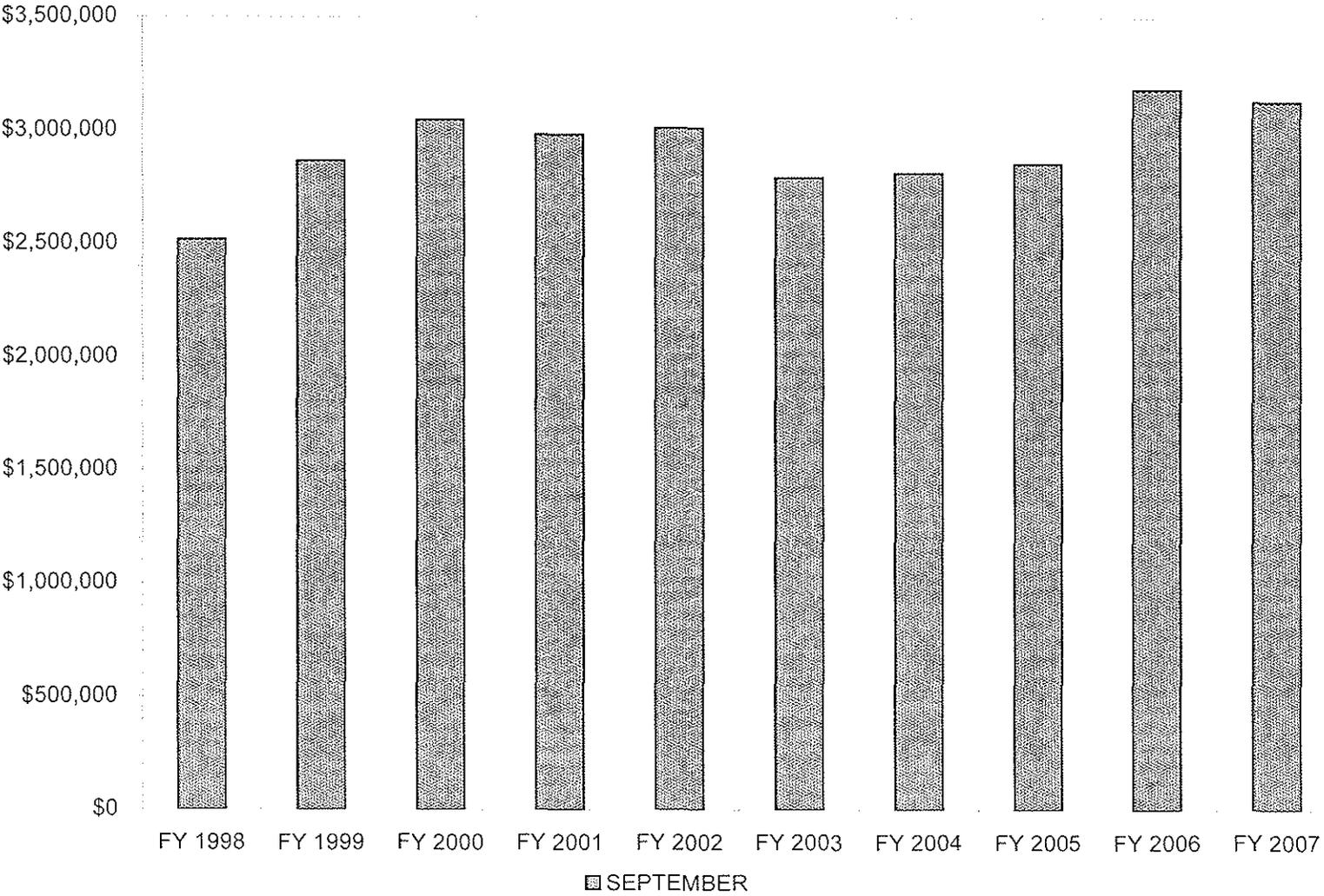
cc: Chairman and Commissioners

Financial Report – 2006.09

DuPage Water Commission
Sales Tax Collections - Year to Date



DuPage Water Commission
Sales Tax Collected - Current Month



BALANCE SHEET

AS OF: SEPTEMBER 30TH, 2006

01 -WATER FUND

ACCOUNT #	ACCOUNT NAME	2005-2006 BALANCE	2006-2007 BALANCE
<u>ASSETS</u>			
=====			
<u>CURRENT</u>			
CASH		1,360,063.02	449,329.10
INVESTMENTS		146,346,983.52	136,463,737.92
ACCOUNTS RECEIVABLE			
WATER SALES		5,824,151.62	5,969,666.70
INTEREST RECEIVABLE		996,727.99	991,038.03
OTHER		8,253,205.73	8,816,209.98
INVENTORY & PREPAIDS		232,637.83	310,746.46
TOTAL CURRENT ASSETS		<u>163,013,769.71</u>	<u>153,000,728.19</u>
<u>NONCURRENT ASSETS</u>			
FIXED ASSETS		447,353,376.32	447,639,178.71
LESS: ACCUMULATED DEPRECIATION	(81,977,142.72)		(88,682,632.76)
CONSTRUCTION WORK IN PROGRESS		15,820,455.76	21,414,776.08
LONG TERM RECEIVABLES		5,172,291.00	4,999,623.00
DEFERRED WATER SUPPLY CONTRACTS		868,166.47	0.00
TOTAL NONCURRENT ASSETS		<u>387,237,146.83</u>	<u>385,370,945.03</u>
TOTAL ASSETS		550,250,916.54	538,371,673.22
=====			
<u>LIABILITIES</u>			
=====			
<u>CURRENT LIABILITIES</u>			
ACCOUNTS PAYABLE		5,628,883.57	6,865,557.53
BONDS PAYABLE		18,000,000.00	18,895,000.00
DUE TO THE COUNTY		0.00	15,000,000.00
ACCRUED INTEREST		2,789,069.79	2,576,153.13
CONTRACT RETENTION		892,573.75	243,164.56
DEFERRED REVENUE		2,796,186.67	2,655,579.63
TOTAL CURRENT LIABILITIES		<u>30,106,713.78</u>	<u>46,235,454.85</u>
<u>NONCURRENT LIABILITIES</u>			
REVENUE BONDS		105,666,278.62	96,869,121.02
GENERAL OBLIGATION BONDS		57,138,394.68	46,603,943.77
DUE TO THE COUNTY		30,000,000.00	0.00
TOTAL NONCURRENT LIABILITIES		<u>192,804,673.30</u>	<u>143,473,064.79</u>
TOTAL LIABILITIES		222,911,387.08	189,708,519.64
=====			
BEGINNING EQUITY/RESERVES		326,064,667.84	344,386,211.33
TOTAL REVENUE		40,573,032.39	39,446,976.51
TOTAL EXPENSES		<u>39,298,170.77</u>	<u>35,170,034.26</u>
TOTAL EQUITY/RESERVES		<u>1,274,861.62</u>	<u>4,276,942.25</u>
NET ASSETS		550,250,916.54	538,371,673.22
=====			

DU PAGE WATER COMMISSION
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF:SEPTEMBER 30TH, 2006

01 -WATER FUND
 FINANCIAL SUMMARY

	CURRENT BUDGET	CURRENT PERIOD	PRIOR YEAR PO ADJUST.	Y-T-D ACTUAL	Y-T-D ENCUMBRANCE	BUDGET BALANCE	% OF BUDGET
<u>REVENUE SUMMARY</u>							
WATER SERVICE	49,400,736.00	3,735,754.85	0.00	21,304,404.52	0.00	28,096,331.48	43.13
TAXES	35,677,396.00	3,130,806.39	0.00	15,065,941.04	0.00	20,611,454.96	42.23
OTHER INCOME	4,540,280.00	646,947.57	0.00	3,076,630.95	0.00	1,463,649.05	67.76
TOTAL REVENUES	89,618,412.00	7,513,508.81	0.00	39,446,976.51	0.00	50,171,435.49	44.02
<u>EXPENDITURE SUMMARY</u>							
<u>ADMINISTRATION</u>							
PERSONNEL SERVICES	5,125,378.00	247,608.02	0.00	2,929,890.73	0.00	2,195,487.27	57.16
CONTRACT SERVICES	641,181.00	31,124.72	0.00	204,924.05	0.00	436,256.95	31.96
INSURANCE	864,484.00	63,992.60	0.00	325,671.19	0.00	538,812.81	37.67
OPERATIONAL SUPPORT SRVS	815,193.00	69,516.45	0.00	225,696.66	0.00	589,496.34	27.69
WATER OPERATION	54,910,943.00	3,740,319.04	0.00	23,182,480.70	0.00	31,728,462.30	42.22
BOND INTEREST	8,208,650.00	687,345.08	0.00	3,447,169.95	0.00	4,761,480.05	41.99
CAPITAL	6,839,725.00	557,315.75	0.00	2,804,258.65	0.00	4,035,466.35	41.00
WORK IN PROGRESS	0.00	242,259.04	0.00	2,049,942.33	0.00	(2,049,942.33)	0.00
TOTAL ADMINISTRATION	77,405,554.00	5,639,480.70	0.00	35,170,034.26	0.00	42,235,519.74	45.44
TOTAL EXPENDITURES	77,405,554.00	5,639,480.70	0.00	35,170,034.26	0.00	42,235,519.74	45.44
REVENUE OVER/(UNDER) EXPENDITURES	12,212,858.00	1,874,028.11	0.00	4,276,942.25	0.00	7,935,915.75	35.02

DU PAGE WATER COMMISSION
 INVESTMENTS
 (Unaudited)
 September 30, 2006

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 09/30/06	BID PRICE 09/30/06
Water Fund Depository Accounts (01-1210)											
Illinois Funds-Money Market	4.984%	09/30/06	10/01/06	4.984%	4.984%	\$ 1,157,641.30	\$ 1,157,641.30	\$ -	\$ 1,157,641.30	\$ -	100.000
Illinois Funds-Prime Fund	5.263%	09/30/06	10/01/06	5.263%	5.263%	1,124,171.97	1,124,171.97	-	1,124,171.97	-	100.000
				5.121%	5.121%	\$ 2,281,813.27	\$ 2,281,813.27	\$ -	\$ 2,281,813.27	\$ -	
Water Fund Oper. & Maint. Acct. (01-1211)											
Illinois Funds-Money Market	4.984%	09/30/06	10/01/06	4.984%	4.984%	\$ 8,333,979.97	\$ 8,333,979.97	\$ -	\$ 8,333,979.97	\$ -	100.000
Illinois Funds-Prime Fund	5.263%	09/30/06	10/01/06	5.263%	5.263%	4,464,588.05	4,464,588.05	-	4,464,588.05	-	100.000
				5.081%	5.081%	\$ 12,798,568.02	\$ 12,798,568.02	\$ -	\$ 12,798,568.02	\$ -	
Revenue Bond Interest Account (01-1212)											
One Group Government Money Market	1.250%	09/30/06	10/01/06	1.250%	1.250%	\$ 36.15	\$ 36.15	\$ -	\$ 36.15	\$ 0.32	100.000
U. S. Treas. Notes (JP Morgan)	2.500%	05/15/06	10/31/06	4.438%	4.720%	545,000.00	543,807.81	3,661.74	540,146.07	5,677.08	99.781
U. S. Treas. Notes (JP Morgan)	2.500%	06/09/06	10/31/06	4.422%	4.720%	469,000.00	467,974.06	2,528.20	465,445.86	4,885.42	99.781
U. S. Treas. Notes (JP Morgan)	2.500%	07/14/06	10/31/06	4.286%	4.720%	467,000.00	465,978.44	1,495.86	464,482.58	4,884.58	99.781
U. S. Treas. Notes (JP Morgan)	2.500%	08/09/06	10/31/06	4.047%	4.720%	465,000.00	463,982.81	653.90	463,328.91	4,843.75	99.781
U. S. Treas. Notes (JP Morgan)	2.500%	09/12/06	10/31/06	3.094%	4.720%	463,000.00	461,987.19	(614.92)	462,602.11	4,822.92	99.781
				4.072%	4.720%	\$ 2,409,036.15	\$ 2,403,766.46	\$ 7,724.78	\$ 2,396,041.68	\$ 25,094.07	
Revenue Bond Principal (01-1213)											
One Group Government Money Marke:	1.250%	09/30/06	10/01/06	1.250%	1.250%	\$ 534.90	\$ 534.90	\$ -	\$ 534.90	\$ 1.33	100.000
U. S. Treas. Notes (JP Morgan)	3.625%	05/15/06	04/30/07	4.777%	4.960%	901,000.00	893,960.94	2,604.45	891,356.49	13,608.85	99.219
U. S. Treas. Notes (JP Morgan)	3.625%	06/09/06	04/30/07	4.861%	4.960%	729,000.00	723,304.69	2,107.26	721,197.43	11,010.94	99.219
U. S. Treas. Notes (JP Morgan)	3.625%	07/14/06	04/30/07	4.956%	4.960%	727,000.00	721,320.31	1,817.50	719,502.81	10,980.73	99.219
U. S. Treas. Notes (JP Morgan)	3.625%	08/09/06	04/30/07	4.808%	4.960%	723,000.00	717,351.56	395.38	716,956.18	10,920.31	99.219
U. S. Treas. Notes (JP Morgan)	3.625%	09/12/06	04/30/07	4.734%	4.960%	719,000.00	713,382.81	(730.24)	714,113.05	10,859.90	99.219
				4.825%	4.959%	\$ 3,799,534.90	\$ 3,769,855.21	\$ 6,194.35	\$ 3,763,660.86	\$ 57,382.06	
Revenue Bond Debt Svc. Reserve (01-1214)											
				N/A	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	
Water Fund Oper. & Maint. Res. (01-1215)											
Illinois Funds-Money Market	4.984%	09/30/06	10/01/06	4.984%	4.984%	\$ 1,507,332.87	\$ 1,507,332.87	\$ -	\$ 1,507,332.87	\$ -	100.000
Illinois Funds-Prime Fund	5.263%	09/30/06	10/01/06	5.263%	5.263%	5,227,843.88	5,227,843.88	-	5,227,843.88	-	100.000
F.H.L.B (JP Morgan)	3.100%	11/09/04	11/08/06	3.205%	5.252%	5,000,000.00	4,989,900.00	(900.00)	4,989,900.00	61,138.89	99.780
				4.351%	5.222%	\$ 11,735,176.75	\$ 11,724,176.75	\$ (900.00)	\$ 11,725,076.75	\$ 61,138.89	

DU PAGE WATER COMMISSION
 INVESTMENTS
 (Unaudited)
 September 30, 2006

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 09/30/06	BID PRICE 09/30/06
Water Fund Depreciation Account (01-1216)											
Illinois Funds-Money Market	4.984%	09/30/06	10/01/06	4.984%	4.984%	\$ 2,462,350.06	\$ 2,462,350.06	\$ -	\$ 2,462,350.06	\$ -	100.000
Illinois Funds-Prime Fund	5.263%	09/30/06	10/01/06	5.263%	5.263%	3,545,915.34	3,545,915.34	-	3,545,915.34	-	100.000
				5.149%	5.149%	\$ 6,008,265.40	\$ 6,008,265.40	\$ -	\$ 6,008,265.40	\$ -	
Water Fund General Account (01-1217)											
Illinois Funds-Money Market	4.984%	09/30/06	10/01/06	4.984%	4.984%	\$ 13,562,801.30	\$ 13,562,801.30	\$ -	\$ 13,562,801.30	\$ -	100.000
Illinois Funds-Prime Fund	5.263%	09/30/06	10/01/06	5.263%	5.263%	1,543,877.88	1,543,877.88	-	1,543,877.88	-	100.000
F.H.L.B (JP Morgan)	3.100%	11/09/04	11/08/06	3.205%	5.252%	5,000,000.00	4,989,000.00	(900.00)	4,989,900.00	61,138.89	99.780
F.H.L.B. STEP-UP (JP Morgan)	4.500%	11/16/04	02/16/07	3.750%	5.473%	10,000,000.00	9,995,000.00	(5,000.00)	10,000,000.00	56,250.00	99.950
				4.293%	5.205%	\$ 30,106,679.18	\$ 30,090,679.18	\$ (5,900.00)	\$ 30,096,579.18	\$ 117,388.89	
Water Fund General Account (01-1218)											
Illinois Funds-Money Market	4.984%	09/30/06	10/01/06	4.984%	4.984%	\$ -	\$ -	\$ -	\$ -	\$ -	100.000
Illinois Funds-Prime Fund	5.263%	09/30/06	10/01/06	5.263%	5.263%	-	-	-	-	-	100.000
				N/A	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	
Sales Tax Funds (01-1230)											
Illinois Funds-Money Market	4.984%	09/30/06	10/01/06	4.984%	4.984%	\$ 18,389,106.50	\$ 18,389,106.50	\$ -	\$ 18,389,106.50	\$ -	100.000
Illinois Funds-Prime Fund	5.263%	09/30/06	10/01/06	5.263%	5.263%	10,536,024.79	10,536,024.79	-	10,536,024.79	-	100.000
Cert. of Deposit (West Suburban Bank)	4.426%	10/14/05	10/16/06	4.426%	4.426%	64,900.00	64,900.00	-	64,900.00	2,762.17	100.000
Cert. of Deposit (Suburban Bank & Trust)	4.630%	10/17/05	10/16/06	4.630%	4.630%	6,000,000.00	6,000,000.00	-	6,000,000.00	264,861.37	100.000
Cert. of Deposit (Oak Brook Bank)	4.700%	01/13/06	01/14/07	4.700%	4.700%	6,000,000.00	6,000,000.00	-	6,000,000.00	200,876.71	100.000
Cert. of Deposit (Mid America Bank)	4.850%	04/17/06	04/18/07	4.850%	4.850%	6,000,000.00	6,000,000.00	-	6,000,000.00	132,345.21	100.000
Cert. of Deposit (Winfield Community Bank)	4.000%	06/21/06	06/15/07	4.000%	4.000%	2,500,000.00	2,500,000.00	-	2,500,000.00	27,671.23	100.000
Cert. of Deposit (West Suburban Bank)	5.519%	07/17/06	07/17/07	5.519%	5.519%	5,935,100.00	5,935,100.00	-	5,935,100.00	67,304.03	100.000
				4.966%	4.966%	\$ 55,425,131.29	\$ 55,425,131.29	\$ -	\$ 55,425,131.29	\$ 695,820.72	
2001 G. O. Bonds Debt Service (01-1243)											
ABN AMRO Government Money Market	5.905%	09/30/06	10/01/06	5.905%	5.905%	\$ 261,476.71	\$ 261,476.71	\$ -	\$ 261,476.71	\$ 1,079.34	100.000
U. S. Treas. Notes (LaSalle Bank)	3.375%	02/24/06	02/28/07	4.751%	4.960%	11,544,000.00	11,464,635.00	75,757.50	11,388,877.50	32,467.50	99.313
U. S. Treas. Notes (LaSalle Bank)	3.375%	03/07/06	02/28/07	4.792%	4.960%	237,000.00	235,370.63	1,555.32	233,815.31	666.56	99.313
				4.777%	4.981%	\$ 12,042,476.71	\$ 11,961,482.34	\$ 77,312.82	\$ 11,884,169.52	\$ 34,213.40	
TOTAL ALL FUNDS				4.750%	5.059%	\$136,606,681.67	\$136,463,737.92	\$ 84,431.95	\$136,379,305.97	\$ 991,038.03	
September 30, 2006				90 DAY US TREASURY YIELD		4.990%					



DuPage Water Commission

MEMORANDUM

TO: Finance Committee

FROM: R. Max Richter 
Financial Administrator

DATE: September 8, 2006

SUBJECT: A/P History Report
A/P Regular Open Item Register

The following is a summary of the Historical Check Report and Accounts Payables for the September 14 Commission meeting as requested by the Finance Committee.

September A/P History Check Report (1)	\$5,656,138.54
A/P Regular Open Item Register	<u>10,161.51</u>
Total	\$5,666,300.05

(1) Previously authorized