



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 MAY 2006 FINANCE COMMITTEE MEETING OF THE DUPAGE WATER COMMISSION WILL BE HELD AT 10:00 A.M. ON THURSDAY, MAY 11, 2006, AT ITS OFFICES LISTED BELOW. THE AGENDA FOR THE RESCHEDULED MAY 2006 REGULAR COMMITTEE MEETING IS AS FOLLOWS:

AGENDA
FINANCE COMMITTEE
THURSDAY, MAY 11, 2006
10:00 A.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 March 20, 2006
- III. Treasurer's Report – April, 2006
- IV. Financial Statements – April, 2006
- V. Accounts Payable
- VI. Other
- VII. Adjournment

Board\Agendas\Finance\FC 2006-05.doc

**MINUTES OF A MEETING OF THE
FINANCE COMMITTEE
OF THE DuPAGE WATER COMMISSION
HELD ON MARCH 20, 2006**

The meeting was called to order at 12:10 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, Commissioner G. Mathews. Also in attendance: Financial Administrator M. Richter.

MINUTES OF MEETING – JANUARY 12, 2006

Motion by Commissioner Feltes, seconded by Commissioner Mathews, to approve the minutes of the January 12, 2006 Finance Committee meeting. This motion carried unanimously.

TREASURER'S REPORT – FEBRUARY 2006

Financial Administrator Richter presented the February 2006 Treasurer's Report for Committee review. There was a motion by Commissioner Mathews, seconded by Commissioner Feltes, to recommend acceptance of the report by the full Commission at its meeting of March 20, 2006. The motion carried unanimously.

FINANCIAL STATEMENTS – FEBRUARY 2006

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

ACCOUNTS PAYABLE

The Committee reviewed the Accounts Payable in the amount of \$9,103.22. There was a motion by Commissioner Feltes, seconded by Commissioner Mathews, to recommend approval of the Accounts Payable at the March 20, 2006 Commission meeting.

GENERAL OBLIGATION BOND DEFEASANCE

After reviewing the memo from UBS investment bank, Chairman Poole indicated that he would withdraw his February 9, 2006, motion to defease the Commission's outstanding General Obligation Bonds as soon as possible in Fiscal Year 2006-2007 and set the average wholesale water rate at \$1.45 per 1,000 gallons, which motion was tabled to the March 20, 2006 Commission meeting. Chairman Poole also expressed his understanding that staff would continue to monitor the economies of such action.

RESOLUTION No. R-8-06: A RESOLUTION AMENDING THE DuPAGE WATER COMMISSION FLEXIBLE BENEFITS PLAN

Financial Administrator Richter explained that the resolution would extend the "grace period" in which the employees may use the remaining funds in their flexible spending accounts. After a brief discussion, Commissioner Mathews made a motion, seconded

by Commissioner Feltes, to recommend approval of Resolution No. R-8-06 at the March 20, 2006 Commission meeting.

OTHER BUSINESS

Commission Mathews questioned why the Five Year Forecast had not been distributed with the Draft Management Budget. Financial Administrator Richter indicated that the motion authorizing staff to distribute the Draft Management Budget expressly excluded the forecast as Chairman Vondra did not want to mislead the Charter Customers into thinking the Commission endorsed any water rate other than the \$1.65 default rate in future years. Chairman Poole pointed out that DuPage County Board Chairman Schillerstrom had indicated that the water rate should be \$1.65 in years after the 2006-2007 fiscal years. After a further discussion, it was decided to recommend to the full Commission that the five year forecast be distributed to the Charter Customers.

ADJOURNMENT

With no further business to come before the Committee, the meeting was adjourned at 1:02 P.M.



DuPage Water Commission

MEMORANDUM

TO: Robert Martin, General Manager

FROM: R. Max Richter, Financial Administrator

DATE: May 5, 2006

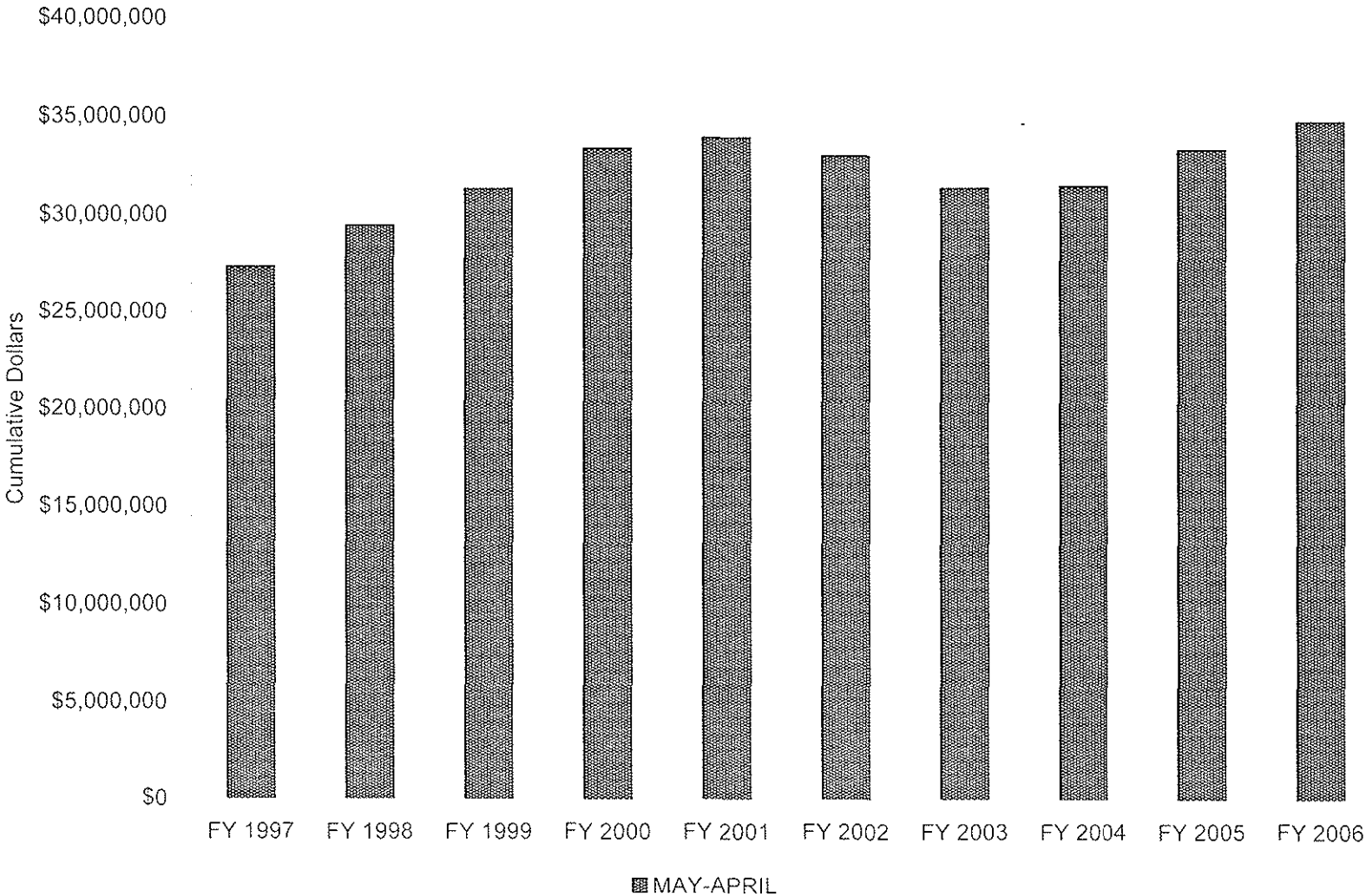
SUBJECT: Financial Report – April

- Water sales for the fiscal year were under budget by \$165,713 (0.3%) and water purchases from Chicago were under budget by \$ 297,448 (0.6%).
- April sales tax collections (January sales) were \$166,420 (6.25%) 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 \$152.0 million on April 30 2006. The original purchase price of the portfolio was \$152.7 million. The portfolio was earning approximately 4.83% based on market yield and 4.11% based on original purchase price.

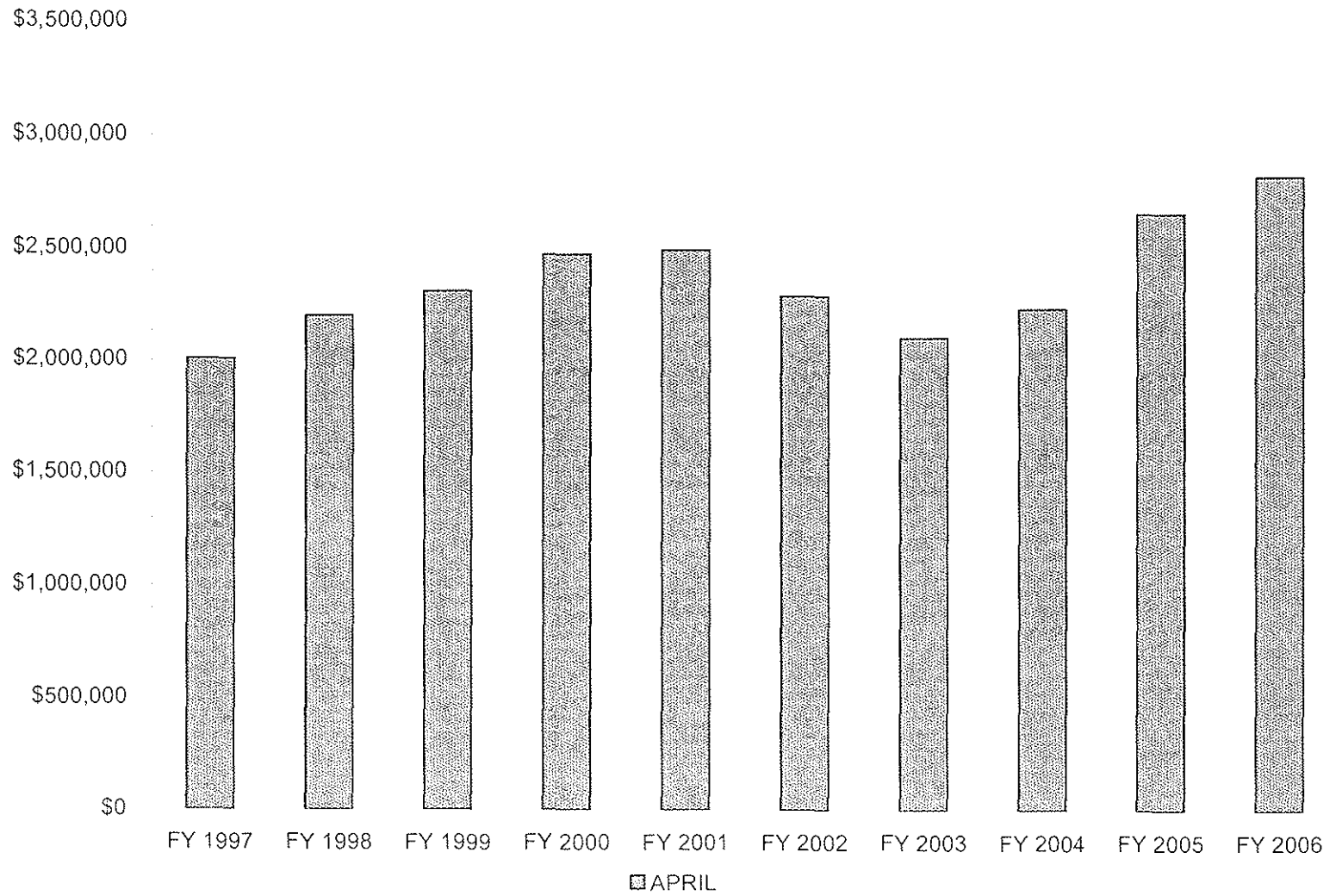
cc: Chairman and Commissioners

Financial Report – 2006.04

DuPage Water Commission
Sales Tax Collections - Year to Date



DuPage Water Commission
Sales Tax Collected - Current Month



BALANCE SHEET

AS OF: APRIL 30TH, 2006

01 -WATER FUND

ACCOUNT #	ACCOUNT NAME	2004-2005 BALANCE	2005-2006 BALANCE
<u>ASSETS</u>			
=====			
<u>CURRENT</u>			
CASH		1,106,116.95	780,221.02
INVESTMENTS		165,253,789.10	152,041,537.28
ACCOUNTS RECEIVABLE			
WATER SALES		5,161,350.37	4,284,959.71
INTEREST RECEIVABLE		1,115,401.18	1,152,966.96
OTHER		8,253,205.73	8,253,205.73
INVENTORY & PREPAIDS		703,765.48	643,581.31
TOTAL CURRENT ASSETS		181,593,628.81	167,156,472.01
<u>NONCURRENT ASSETS</u>			
FIXED ASSETS		447,353,376.32	447,353,376.32
LESS: ACCUMULATED DEPRECIATION	(79,193,211.93)		(85,874,645.79)
CONSTRUCTION WORK IN PROGRESS		15,820,455.76	15,820,455.76
LONG TERM RECEIVABLES		6,075,247.00	4,999,623.00
DEFERRED WATER SUPPLY CONTRACTS		868,166.47	868,166.47
TOTAL NONCURRENT ASSETS		390,924,033.62	383,166,975.76
TOTAL ASSETS		572,517,662.43	550,323,447.77
=====			
<u>LIABILITIES</u>			
=====			
<u>CURRENT LIABILITIES</u>			
ACCOUNTS PAYABLE		4,573,546.27	4,351,045.18
BONDS PAYABLE		17,605,000.00	18,480,000.00
DUE TO THE COUNTY		15,000,000.00	15,000,000.00
ACCRUED INTEREST		3,770,493.75	3,492,452.08
CONTRACT RETENTION		1,334,155.71	994,621.29
DEFERRED REVENUE		2,855,126.06	2,714,519.02
TOTAL CURRENT LIABILITIES		45,138,321.79	45,032,637.57
<u>NONCURRENT LIABILITIES</u>			
REVENUE BONDS		114,020,870.43	105,548,227.75
GENERAL OBLIGATION BONDS		57,293,802.37	46,714,786.89
DUE TO THE COUNTY		30,000,000.00	15,000,000.00
TOTAL NONCURRENT LIABILITIES		201,314,672.80	167,263,014.64
TOTAL LIABILITIES		246,452,994.59	212,295,652.21
=====			
BEGINNING EQUITY/RESERVES		305,852,208.83	326,064,667.84
TOTAL REVENUE		88,647,038.56	88,899,492.45
TOTAL EXPENSES		68,434,579.55	76,936,364.73
TOTAL EQUITY/RESERVES		20,212,459.01	11,963,127.72
NET ASSETS		572,517,662.43	550,323,447.77
=====			

	CURRENT BUDGET	CURRENT PERIOD	PRIOR YEAR PO ADJUST.	Y-T-D ACTUAL	Y-T-D ENCUMBRANCE	BUDGET BALANCE	% OF BUDGET
REVENUE SUMMARY							
WATER SERVICE	48,740,828.00	3,469,380.97	0.00	48,575,115.38	0.00	165,712.62	99.66
TAXES	33,834,395.00	2,830,388.33	0.00	34,894,007.09	0.00	(1,059,612.09)	103.13
OTHER INCOME	3,625,300.00	565,682.12	0.00	5,430,369.98	0.00	(1,805,069.98)	149.79
TOTAL REVENUES	86,200,523.00	6,865,451.42	0.00	88,899,492.45	0.00	(2,698,969.45)	103.13
EXPENDITURE SUMMARY							
ADMINISTRATION							
PERSONNEL SERVICES	3,384,809.00	284,816.08	0.00	3,123,979.92	0.00	260,829.08	92.29
CONTRACT SERVICES	915,137.00	4,905.03	0.00	493,425.91	0.00	421,711.09	53.92
INSURANCE	971,497.00	68,873.97	0.00	834,838.86	0.00	136,658.14	85.93
OPERATIONAL SUPPORT SRVS	672,375.00	31,888.26	0.00	463,562.41	3,019.00	205,793.59	69.39
WATER OPERATION	53,892,990.00	3,815,788.48	0.00	50,487,189.02	0.00	3,405,800.98	93.68
BOND INTEREST	8,760,389.00	694,814.30	0.00	8,760,387.67	0.00	1.33	100.00
CAPITAL	7,705,025.00	564,224.73	0.00	6,890,305.90	0.00	814,719.10	89.43
WORK IN PROGRESS	(459,800.00)	95,099.02	0.00	5,882,675.04	0.00	(6,342,475.04)	1,279.40
TOTAL ADMINISTRATION	75,842,422.00	5,560,409.87	0.00	76,936,364.73	3,019.00	(1,096,961.73)	101.45
TOTAL EXPENDITURES	75,842,422.00	5,560,409.87	0.00	76,936,364.73	3,019.00	(1,096,961.73)	101.45
REVENUE OVER/(UNDER) EXPENDITURES	10,358,101.00	1,305,041.55	0.00	11,963,127.72	(3,019.00)	(1,602,007.72)	115.47

DU PAGE WATER COMMISSION
INVESTMENTS
(Unaudited)
April 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 04/30/06	BID PRICE 04/30/06
Water Fund Depository Accounts (WF-1210)											
Illinois Funds-Money Market	4.619%	04/30/06	05/01/06	4.619%	4.619%	\$ 904,910.73	\$ 904,910.73	\$ -	\$ 904,910.73	\$ -	100.000
Illinois Funds-Prime Fund	4.734%	04/30/06	05/01/06	4.734%	4.734%	1,100,500.11	1,100,500.11	-	1,100,500.11	-	100.000
				4.682%	4.682%	\$ 2,005,410.84	\$ 2,005,410.84	\$ -	\$ 2,005,410.84	\$ -	
Water Fund Oper. & Maint. Acct. (WF-1211)											
Illinois Funds-Money Market	4.619%	04/30/06	05/01/06	4.619%	4.619%	\$ 4,939,242.70	\$ 4,939,242.70	\$ -	\$ 4,939,242.70	\$ -	100.000
Illinois Funds-Prime Fund	4.734%	04/30/06	05/01/06	4.734%	4.734%	6,100,719.60	6,100,719.60	-	6,100,719.60	-	100.000
				4.683%	4.683%	\$ 11,039,962.30	\$ 11,039,962.30	\$ -	\$ 11,039,962.30	\$ -	
Revenue Bond Interest Account (WF-1212)											
One Group Government Money Market	1.173%	04/30/06	05/01/06	1.173%	1.173%	\$ 857.05	\$ 857.05	\$ -	\$ 857.05	\$ 2.58	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	11/15/05	04/30/06	3.768%	5.020%	551,000.00	551,000.00	3,702.03	547,297.97	6,198.75	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	12/21/05	04/30/06	3.568%	5.020%	502,000.00	502,000.00	2,313.90	499,686.10	5,647.50	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	01/12/06	04/30/06	3.667%	5.020%	501,000.00	501,000.00	2,074.45	498,925.55	5,636.25	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	02/14/06	04/30/06	3.471%	5.020%	499,000.00	499,000.00	1,247.50	497,752.50	5,613.75	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	03/28/06	04/30/06	2.334%	5.020%	497,000.00	497,000.00	38.83	496,961.17	5,591.25	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	04/13/06	04/30/06	2.578%	5.020%	496,000.00	496,000.00	77.50	495,922.50	5,580.00	100.000
				3.241%	5.019%	\$ 3,046,857.05	\$ 3,046,857.05	\$ 9,454.21	\$ 3,037,402.84	\$ 34,270.08	
Revenue Bond Principal (WF-1213)											
One Group Government Money Market	1.173%	04/30/06	05/01/06	1.173%	1.173%	\$ 960.40	\$ 960.40	\$ -	\$ 960.40	\$ 2.20	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	05/26/05	04/30/06	3.156%	5.020%	694,000.00	694,000.00	5,720.08	688,279.92	7,807.50	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	06/09/05	04/30/06	3.181%	5.020%	724,000.00	724,000.00	5,882.50	718,117.50	8,145.00	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	07/20/05	04/30/06	3.407%	5.020%	693,000.00	693,000.00	6,117.89	686,882.11	7,796.25	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	09/06/05	04/30/06	3.354%	5.020%	689,000.00	689,000.00	4,817.62	684,182.38	7,751.25	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	09/19/05	04/30/06	3.453%	5.020%	688,000.00	688,000.00	4,945.00	683,055.00	7,740.00	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	10/18/05	04/30/06	3.723%	5.020%	688,000.00	688,000.00	5,240.63	682,759.37	7,740.00	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	11/15/05	04/30/06	3.768%	5.020%	741,000.00	741,000.00	4,978.59	736,021.41	8,336.25	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	12/21/05	04/30/06	3.568%	5.020%	690,000.00	690,000.00	3,180.47	686,819.53	7,762.50	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	01/12/06	04/30/06	3.667%	5.020%	690,000.00	690,000.00	2,857.03	687,142.97	7,762.50	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	02/14/06	04/30/06	3.471%	5.020%	686,000.00	686,000.00	1,715.00	684,285.00	7,717.50	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	03/28/06	04/30/06	2.334%	5.020%	684,000.00	684,000.00	53.43	683,946.57	7,695.00	100.000
U. S. Treas. Notes (JP Morgan)	2.250%	04/13/06	04/30/06	2.578%	5.020%	682,000.00	682,000.00	106.56	681,893.44	7,672.50	100.000
				3.308%	5.020%	\$ 8,349,960.40	\$ 8,349,960.40	\$ 45,614.80	\$ 8,304,345.60	\$ 93,928.45	
Revenue Bond Debt Svc. Reserve (WF-1214)											
				N/A	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	
Water Fund Oper. & Maint. Res. (WF-1215)											
Illinois Funds-Money Market	4.619%	04/30/06	05/01/06	4.619%	4.619%	\$ 1,395,001.44	\$ 1,395,001.44	\$ -	\$ 1,395,001.44	\$ -	100.000
Illinois Funds-Prime Fund	4.734%	04/30/06	05/01/06	4.734%	4.734%	5,117,760.34	5,117,760.34	-	5,117,760.34	-	100.000
F.H.L.B (JP Morgan)	3.100%	11/09/04	11/08/06	3.205%	5.234%	5,000,000.00	4,946,000.00	(43,900.00)	4,989,900.00	74,055.56	98.920
				4.060%	4.936%	\$ 11,512,761.78	\$ 11,458,761.78	\$ (43,900.00)	\$ 11,502,661.78	\$ 74,055.56	


FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 04/30/06	BID PRICE 04/30/06
Water Fund Depreciation Account (WF-1216)											
Illinois Funds-Money Market	4.619%	04/30/06	05/01/06	4.619%	4.619%	\$ 4,064,957.45	\$ 4,064,957.45	\$ -	\$ 4,064,957.45	\$ -	100.000
Illinois Funds-Prime Fund	4.734%	04/30/06	05/01/06	4.734%	4.734%	3,471,248.44	3,471,248.44	-	3,471,248.44	-	100.000
				4.672%	4.672%	\$ 7,536,205.89	\$ 7,536,205.89	\$ -	\$ 7,536,205.89	\$ -	
Water Fund General Account (WF-1217)											
Illinois Funds-Money Market	4.619%	04/30/06	05/01/06	4.619%	4.619%	\$ -	\$ -	\$ -	\$ -	\$ -	100.000
Illinois Funds-Prime Fund	4.734%	04/30/06	05/01/06	4.734%	4.734%	1,273,441.78	1,273,441.78	-	1,273,441.78	-	100.000
F.H.L.M.C. (RBC D. Rauscher)	5.500%	07/30/04	07/15/06	2.934%	2.940%	10,000,000.00	10,006,250.00	(478,150.00)	10,484,400.00	160,416.67	100.063
F.H.L.M.C. (RBC D. Rauscher)	3.125%	10/07/04	09/22/06	3.034%	5.182%	10,000,000.00	9,918,750.00	(98,250.00)	10,017,000.00	32,986.11	99.188
F.H.L.B (JP Morgan)	3.100%	11/09/04	11/08/06	3.205%	5.234%	5,000,000.00	4,946,000.00	(43,900.00)	4,989,900.00	74,055.56	98.920
F.H.L.B. STEP-UP (JP Morgan)	3.500%	11/16/04	02/16/07	3.750%	5.362%	10,000,000.00	9,968,000.00	(32,000.00)	10,000,000.00	72,916.67	99.680
				3.287%	5.156%	\$ 36,273,441.78	\$ 36,112,441.78	\$ (652,300.00)	\$ 36,764,741.78	\$ 340,375.01	
Water Fund General Account (WF-1218)											
Illinois Funds-Money Market	4.619%	04/30/06	05/01/06	4.619%	4.619%	\$ -	\$ -	\$ -	\$ -	\$ -	100.000
Illinois Funds-Prime Fund	4.734%	04/30/06	05/01/06	4.734%	4.734%	-	-	-	-	-	100.000
				N/A	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	
Sales Tax Funds (WF-1230)											
Illinois Funds-Money Market	4.619%	04/30/06	05/01/06	4.619%	4.619%	\$ 19,088,368.87	\$ 19,088,368.87	\$ -	\$ 19,088,368.87	\$ -	100.000
Illinois Funds-Prime Fund	4.734%	04/30/06	05/01/06	4.734%	4.734%	8,821,949.35	8,821,949.35	-	8,821,949.35	-	100.000
Cert. of Deposit (Winfield Community Bank)	3.720%	06/16/05	06/15/06	3.720%	3.720%	2,500,000.00	2,500,000.00	-	2,500,000.00	81,024.66	100.000
F.H.L.B. (RBC D. Rauscher)	2.820%	01/14/05	06/23/06	3.262%	5.116%	2,500,000.00	2,491,500.00	6,724.77	2,484,775.23	24,870.83	99.660
Cert. of Deposit (West Suburban Bank)	3.826%	07/15/05	07/17/06	3.826%	3.826%	5,935,100.00	5,935,100.00	-	5,935,100.00	179,804.55	100.000
F.H.L.B (William Blair)	2.950%	01/14/05	09/14/06	3.346%	5.181%	2,500,000.00	2,479,500.00	(4,525.00)	2,484,025.00	9,423.61	99.180
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	148,413.70	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	1,558.15	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	82,668.49	100.000
Cert. of Deposit (Mid America Bank)	4.850%	04/17/06	04/16/07	4.850%	4.850%	6,000,000.00	6,000,000.00	-	6,000,000.00	10,364.38	100.000
				4.441%	4.596%	\$ 59,410,318.22	\$ 59,381,318.22	\$ 2,199.77	\$ 59,379,118.45	\$ 538,128.37	
2001 G. O. Bonds Debt Service (WF-1243)											
ABN AMRO Government Money Market	4.566%	04/30/06	05/01/06	4.566%	4.566%	\$ 1,051.21	\$ 1,051.21	\$ -	\$ 1,051.21	\$ 3.86	100.000
U. S. Treas. Notes (LaSalle Bank)	2.375%	02/24/06	08/31/06	4.669%	4.830%	1,500,000.00	1,486,875.00	4,335.94	1,482,539.06	5,937.50	99.125
U. S. Tre											



DuPage Water Commission

MEMORANDUM

TO: Finance Committee

FROM: R. Max Richter
Financial Administrator 

DATE: May 5, 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 May 11 Commission meeting as requested by the Finance Committee.

March A/P History Check Report (1)	\$3,357,436.32
A/P Regular Open Item Register	3,653.50
Total	<hr/> \$3,361,089.82

(1) Previously authorized