



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 NOVEMBER 2006 FINANCE COMMITTEE MEETING OF THE DUPAGE WATER COMMISSION WILL BE HELD AT 7:00 P.M. ON THURSDAY, NOVEMBER 9, 2006, AT ITS OFFICES LISTED BELOW. THE AGENDA FOR THE RESCHEDULED NOVEMBER 9, 2006 REGULAR COMMITTEE MEETING IS AS FOLLOWS:

AGENDA

**FINANCE COMMITTEE
THURSDAY, NOVEMBER 9, 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 October 12, 2006
- III. Treasurer's Report – October, 2006
- IV. Financial Statements – October, 2006
- V. Accounts Payable
- VI. Other
- VII. Adjournment

Board\Agendas\Finance\FC 2006-11.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 OCTOBER 12, 2006**

The meeting was called to order at 7:00 P.M. at the offices of the DuPage Water Commission, 600 E. Butterfield Rd., Elmhurst, Illinois 60126. Committee members in attendance: Commissioner G. Mathews, Commissioner T. Feltes and Commissioner J. Vrdolyak. Also in attendance: Treasurer R. Thorn and Financial Administrator M. Richter.

MINUTES OF MEETING – August 10, 2006

A motion by Commissioner Mathews, seconded by Commissioner Feltes, to approve the minutes of the August 10, 2006 Finance Committee meeting. This motion carried unanimously.

TREASURER'S REPORT – September 2006

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

FINANCIAL STATEMENTS – September 2006

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

ACCOUNTS PAYABLE

The Committee reviewed the Accounts Payable in the amount of \$10,161.51 a consensus for recommendation to the Board for approval.

INSURANCE APPROVAL

The Committee reviewed the Resolution concerning the renewal of property and liability insurance from Arthur J. Gallagher Risk Management Services, Inc. After a brief discussion, a motion was made by Commissioner Mathews and seconded by Commissioner Feltes. The motion carried unanimously.

OTHER BUSINESS

Financial Administrator Richter discussed the 2006 audited financial statements. He noted that there was no material discrepancies noted in the report.

ADJOURNMENT

With no further business to come before the Committee, the meeting was adjourned at 7:20P.M.



DuPage Water Commission

MEMORANDUM

TO: Finance Committee

FROM: R. Max Richter 
Financial Administrator

DATE: November 3, 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 November 9 Commission meeting as requested by the Finance Committee.

October A/P History Check Report (1)	\$3,933,843.90
A/P Regular Open Item Register	7,251.13
Total	<u>\$3,941,095.03</u>

(1) Previously authorized



DuPage Water Commission

MEMORANDUM

TO: Robert Martin, General Manager

FROM: R. Max Richter, Financial Administrator 

DATE: November 3, 2006

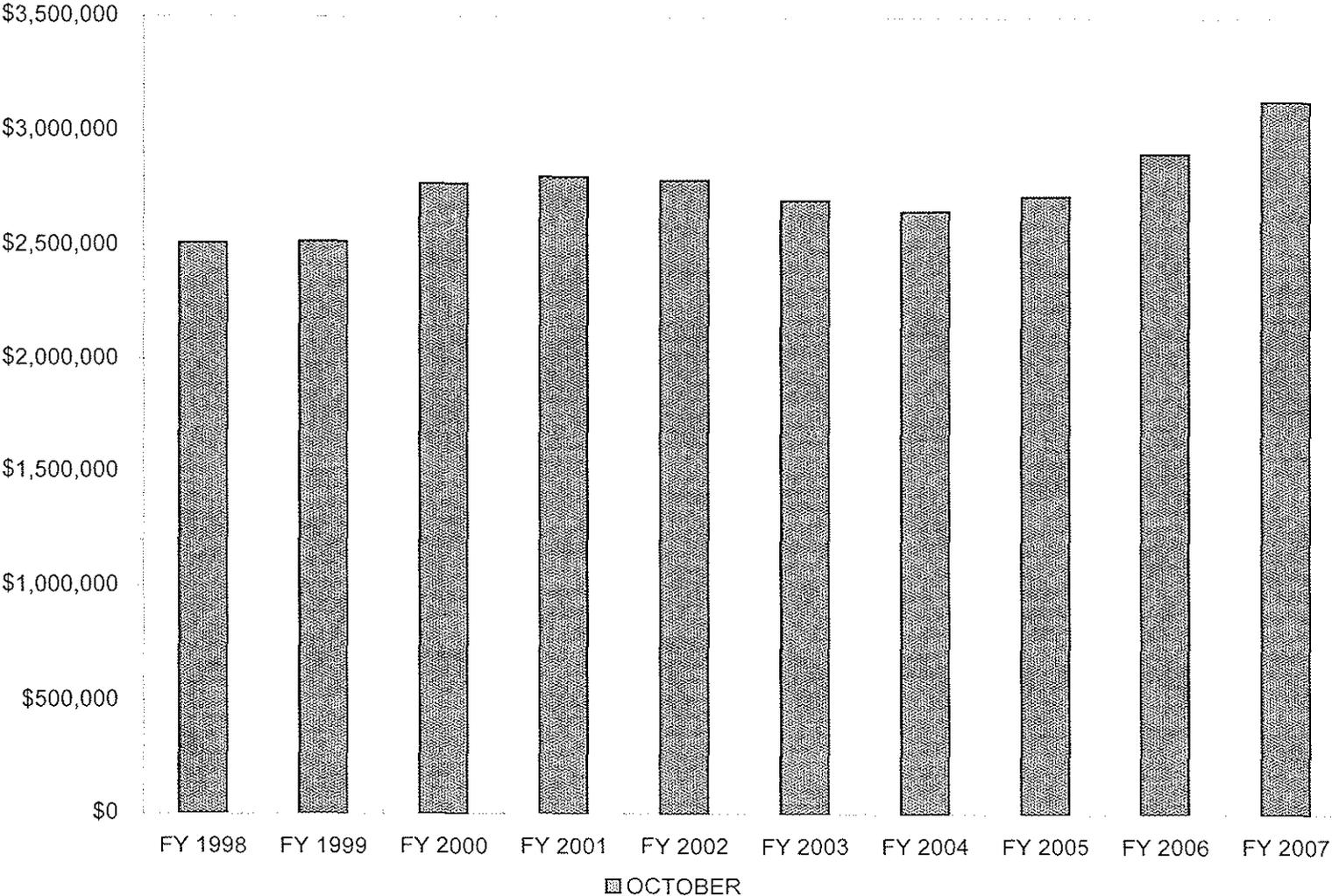
SUBJECT: Financial Report – October

- Water sales for the fiscal year are under budget by \$3,788,269 (13.3%) and water purchases from Chicago are under budget by \$6,942,956 (25.9%).
- October sales tax collections (July sales) were \$230,508 (7.9%) 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 \$140.7 million on October 31, 2006. The original purchase price of the portfolio was \$140.5 million. The portfolio was earning approximately 5.091% based on market yield and 4.784% based on original purchase price.

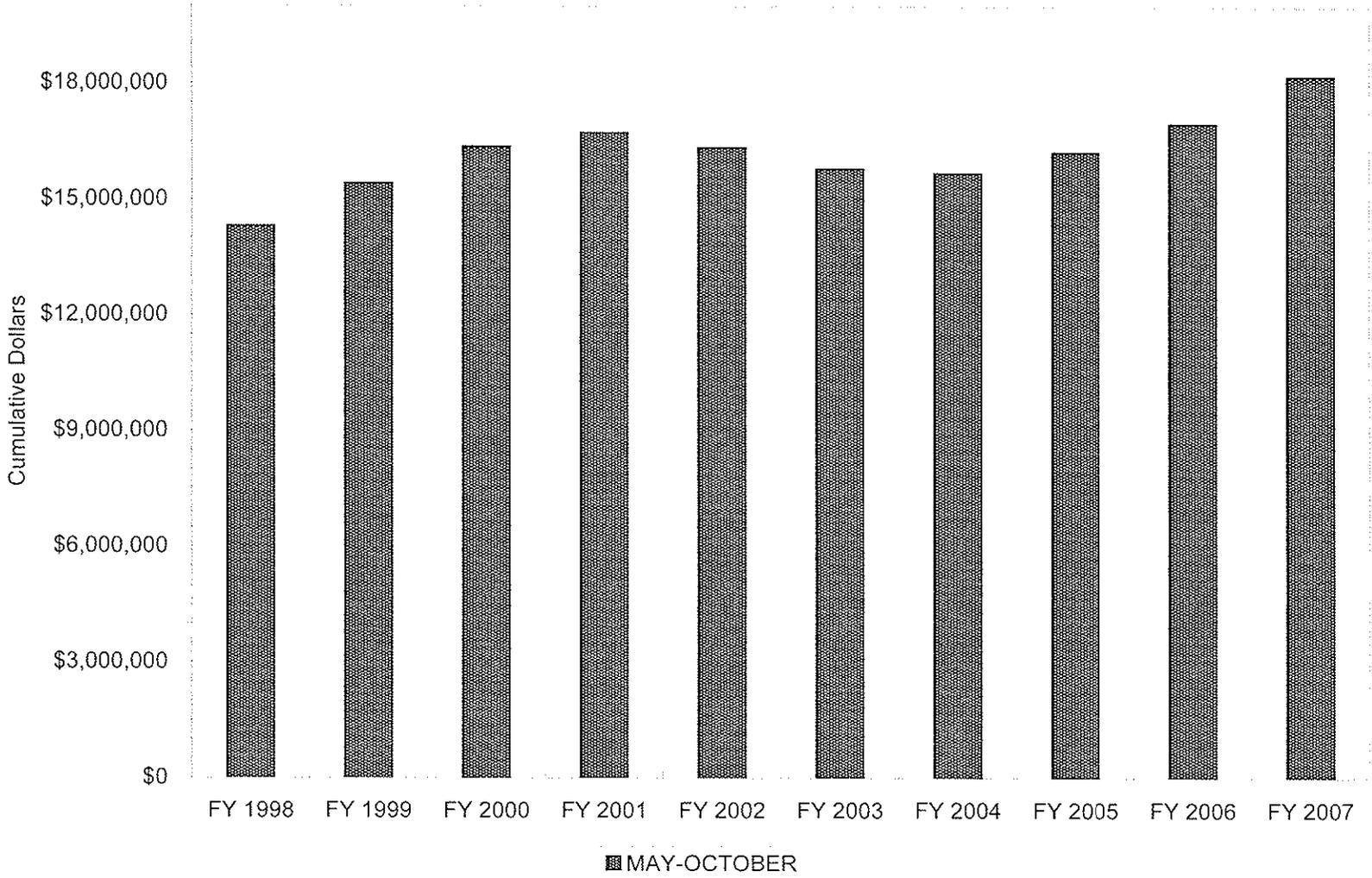
cc: Chairman and Commissioners

Financial Report – 2006.10

DuPage Water Commission
Sales Tax Collected - Current Month



DuPage Water Commission
Sales Tax Collections - Year to Date



BALANCE SHEET

AS OF: OCTOBER 31ST, 2006

01 -WATER FUND

ACCOUNT #	ACCOUNT NAME	2005-2006 BALANCE	2006-2007 BALANCE
<u>ASSETS</u>			
=====			
<u>CURRENT</u>			
CASH		189,638.86	78,862.40
INVESTMENTS		149,127,374.19	140,656,244.81
ACCOUNTS RECEIVABLE			
WATER SALES		5,520,908.99	5,342,133.69
INTEREST RECEIVABLE		1,119,732.96	837,041.47
OTHER		8,253,256.71	8,816,284.98
INVENTORY & PREPAIDS		835,316.95	870,004.70
TOTAL CURRENT ASSETS		<u>165,046,228.66</u>	<u>156,600,572.05</u>
<u>NONCURRENT ASSETS</u>			
FIXED ASSETS		447,353,376.32	447,639,178.71
LESS: ACCUMULATED DEPRECIATION	(82,533,928.89)		(89,239,948.50)
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>386,680,360.66</u>	<u>384,813,629.29</u>
TOTAL ASSETS		<u>551,726,589.32</u>	<u>541,414,201.34</u>
=====			
<u>LIABILITIES</u>			
=====			
<u>CURRENT LIABILITIES</u>			
ACCOUNTS PAYABLE		5,285,064.14	7,235,058.55
BONDS PAYABLE		18,000,000.00	18,895,000.00
DUE TO THE COUNTY		15,000,000.00	15,000,000.00
ACCRUED INTEREST		3,573,493.75	3,285,577.08
CONTRACT RETENTION		894,267.14	243,164.56
DEFERRED REVENUE		2,784,244.70	2,653,637.66
TOTAL CURRENT LIABILITIES		<u>45,537,069.73</u>	<u>47,312,437.85</u>
<u>NONCURRENT LIABILITIES</u>			
REVENUE BONDS		105,651,564.32	96,872,503.73
GENERAL OBLIGATION BONDS		57,107,501.70	46,581,963.70
DUE TO THE COUNTY		15,000,000.00	0.00
TOTAL NONCURRENT LIABILITIES		<u>177,759,066.02</u>	<u>143,454,467.43</u>
TOTAL LIABILITIES		<u>223,296,135.75</u>	<u>190,766,905.28</u>
=====			
BEGINNING EQUITY/RESERVES		326,064,667.84	344,386,211.33
TOTAL REVENUE		47,522,833.22	46,667,517.08
TOTAL EXPENSES		45,157,047.49	40,406,432.35
TOTAL EQUITY/RESERVES		<u>2,365,785.73</u>	<u>6,261,084.73</u>
NET ASSETS		<u>551,726,589.32</u>	<u>541,414,201.34</u>
=====			

DU PAGE WATER COMMISSION
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF:OCTOBER 31ST, 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	3,488,095.61	0.00	24,792,500.13	0.00	24,608,235.87	50.19
TAXES	35,677,396.00	3,136,292.30	0.00	18,202,233.34	0.00	17,475,162.66	51.02
OTHER INCOME	<u>4,540,280.00</u>	<u>596,152.66</u>	<u>0.00</u>	<u>3,672,783.61</u>	<u>0.00</u>	<u>867,496.39</u>	<u>80.89</u>
TOTAL REVENUES	<u>89,618,412.00</u>	<u>7,220,540.57</u>	<u>0.00</u>	<u>46,667,517.08</u>	<u>0.00</u>	<u>42,950,894.92</u>	<u>52.07</u>
<u>EXPENDITURE SUMMARY</u>							
<u>ADMINISTRATION</u>							
PERSONNEL SERVICES	5,125,378.00	272,986.07	0.00	3,202,876.80	0.00	1,922,501.20	62.49
CONTRACT SERVICES	641,181.00	97,761.81	0.00	312,847.37	0.00	328,333.63	48.79
INSURANCE	864,484.00	60,866.76	0.00	386,537.95	0.00	477,946.05	44.71
OPERATIONAL SUPPORT SRVS	815,193.00	58,275.12	0.00	283,971.78	0.00	531,221.22	34.83
WATER OPERATION	54,910,943.00	3,493,317.94	0.00	26,675,798.64	0.00	28,235,144.36	48.58
BOND INTEREST	8,208,650.00	690,826.59	0.00	4,137,996.54	0.00	4,070,653.46	50.41
CAPITAL	6,839,725.00	560,310.74	0.00	3,364,569.39	0.00	3,475,155.61	49.19
WORK IN PROGRESS	0.00	(8,108.45)	0.00	2,041,833.88	0.00	(2,041,833.88)	0.00
TOTAL ADMINISTRATION	<u>77,405,554.00</u>	<u>5,226,236.58</u>	<u>0.00</u>	<u>40,406,432.35</u>	<u>0.00</u>	<u>36,999,121.65</u>	<u>52.20</u>
TOTAL EXPENDITURES	<u>77,405,554.00</u>	<u>5,226,236.58</u>	<u>0.00</u>	<u>40,406,432.35</u>	<u>0.00</u>	<u>36,999,121.65</u>	<u>52.20</u>
REVENUE OVER/(UNDER) EXPENDITURES	<u>12,212,858.00</u>	<u>1,994,303.99</u>	<u>0.00</u>	<u>6,261,084.73</u>	<u>0.00</u>	<u>5,951,773.27</u>	<u>51.27</u>

DU PAGE WATER COMMISSION
 INVESTMENTS
 (Unaudited)
 October 31, 2006

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 10/31/06	BID PRICE 10/31/06
Water Fund Depository Accounts (01-1210)											
Illinois Funds-Money Market	5.197%	10/31/06	11/01/06	5.197%	5.197%	\$ 1,522,478.96	\$ 1,522,478.96	\$ -	\$ 1,522,478.96	\$ -	100.000
Illinois Funds-Prime Fund	5.241%	10/31/06	11/01/06	5.241%	5.241%	1,129,158.70	1,129,158.70	-	1,129,158.70	-	100.000
				5.216%	5.216%	\$ 2,651,637.66	\$ 2,651,637.66	\$ -	\$ 2,651,637.66	\$ -	
Water Fund Oper. & Maint. Acct. (01-1211)											
Illinois Funds-Money Market	5.197%	10/31/06	11/01/06	5.197%	5.197%	\$ 8,736,376.78	\$ 8,736,376.78	\$ -	\$ 8,736,376.78	\$ -	100.000
Illinois Funds-Prime Fund	5.241%	10/31/06	11/01/06	5.241%	5.241%	4,484,392.60	4,484,392.60	-	4,484,392.60	-	100.000
				5.212%	5.212%	\$ 13,220,769.38	\$ 13,220,769.38	\$ -	\$ 13,220,769.38	\$ -	
Revenue Bond Interest Account (01-1212)											
One Group Government Money Market	1.327%	10/31/06	11/01/06	1.327%	1.327%	\$ 2,906,442.74	\$ 2,906,442.74	\$ -	\$ 2,906,442.74	\$ 367.99	100.000
				1.327%	1.327%	\$ 2,906,442.74	\$ 2,906,442.74	\$ -	\$ 2,906,442.74	\$ 367.99	
Revenue Bond Principal (01-1213)											
One Group Government Money Market	1.327%	10/31/06	11/01/06	1.327%	1.327%	\$ 82,331.81	\$ 82,331.81	\$ -	\$ 82,331.81	\$ 1.83	100.000
U. S. Treas. Notes (JP Morgan)	3.625%	05/15/06	04/30/07	4.777%	5.010%	901,000.00	894,524.06	3,167.57	891,356.49	-	99.281
U. S. Treas. Notes (JP Morgan)	3.625%	06/09/06	04/30/07	4.861%	5.010%	729,000.00	723,760.31	2,562.88	721,197.43	-	99.281
U. S. Treas. Notes (JP Morgan)	3.625%	07/14/06	04/30/07	4.956%	5.010%	727,000.00	721,774.69	2,271.88	719,502.81	-	99.281
U. S. Treas. Notes (JP Morgan)	3.625%	08/09/06	04/30/07	4.808%	5.010%	723,000.00	717,803.44	847.26	716,956.18	-	99.281
U. S. Treas. Notes (JP Morgan)	3.625%	09/12/06	04/30/07	4.734%	5.010%	719,000.00	713,832.19	(280.86)	714,113.05	-	99.281
U. S. Treas. Notes (JP Morgan)	3.625%	10/04/06	04/30/07	4.606%	5.010%	717,000.00	711,846.56	(1,288.37)	713,134.93	-	99.281
				4.728%	4.944%	\$ 4,598,331.81	\$ 4,565,873.06	\$ 7,280.36	\$ 4,558,592.70	\$ 1.83	
Revenue Bond Debt Svc. Reserve (01-1214)											
				N/A	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	
Water Fund Oper. & Maint. Res. (01-1215)											
Illinois Funds-Money Market	5.197%	10/31/06	11/01/06	5.197%	5.197%	\$ 1,514,142.30	\$ 1,514,142.30	\$ -	\$ 1,514,142.30	\$ -	100.000
Illinois Funds-Prime Fund	5.241%	10/31/06	11/01/06	5.241%	5.241%	5,251,034.17	5,251,034.17	-	5,251,034.17	-	100.000
F.H.L.B (JP Morgan)	3.100%	11/09/04	11/08/06	3.205%	5.304%	5,000,000.00	4,998,000.00	8,100.00	4,989,900.00	74,055.56	99.960
				4.370%	5.262%	\$ 11,765,176.47	\$ 11,763,176.47	\$ 8,100.00	\$ 11,755,076.47	\$ 74,055.56	

DU PAGE WATER COMMISSION
 INVESTMENTS
 (Unaudited)
 October 31, 2006

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 10/31/06	BID PRICE 10/31/06	
Water Fund Depreciation Account (01-1216)												
Illinois Funds-Money Market	5.197%	10/31/06	11/01/06	5.197%	5.197%	\$ 2,648,473.82	\$ 2,648,473.82	\$ -	\$ 2,648,473.82	\$ -	100.000	
Illinois Funds-Prime Fund	5.241%	10/31/06	11/01/06	5.241%	5.241%	3,561,644.73	3,561,644.73	-	3,561,644.73	-	100.000	
				5.222%	5.222%	\$ 6,210,118.55	\$ 6,210,118.55	\$ -	\$ 6,210,118.55	\$ -		
Water Fund General Account (01-1217)												
Illinois Funds-Money Market	5.197%	10/31/06	11/01/06	5.197%	5.197%	\$ 12,425,540.93	\$ 12,425,540.93	\$ -	\$ 12,425,540.93	\$ -	100.000	
Illinois Funds-Prime Fund	5.241%	10/31/06	11/01/06	5.241%	5.241%	1,550,726.40	1,550,726.40	-	1,550,726.40	-	100.000	
F.H.L.B. (JP Morgan)	3.100%	11/09/04	11/08/06	3.205%	5.304%	5,000,000.00	4,998,000.00	8,100.00	4,989,900.00	74,055.56	99.960	
F.H.L.B. STEP-UP (JP Morgan)	4.500%	11/16/04	02/16/07	3.750%	5.496%	10,000,000.00	9,998,000.00	(2,000.00)	10,000,000.00	93,750.00	99.980	
				4.356%	5.321%	\$ 28,976,267.33	\$ 28,972,267.33	\$ 6,100.00	\$ 28,966,167.33	\$ 167,805.56		
Water Fund General Account (01-1218)												
Illinois Funds-Money Market	5.197%	10/31/06	11/01/06	5.197%	5.197%	\$ -	\$ -	\$ -	\$ -	\$ -	100.000	
Illinois Funds-Prime Fund	5.241%	10/31/06	11/01/06	5.241%	5.241%	-	-	-	-	-	100.000	
				N/A	N/A	\$ -	\$ -	\$ -	\$ -	\$ -		
Sales Tax Funds (01-1230)												
Illinois Funds-Money Market	5.197%	10/31/06	11/01/06	5.197%	5.197%	\$ 21,309,591.54	\$ 21,309,591.54	\$ -	\$ 21,309,591.54	\$ -	100.000	
Illinois Funds-Prime Fund	5.241%	10/31/06	11/01/06	5.241%	5.241%	10,582,761.72	10,582,761.72	-	10,582,761.72	-	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	3,006.12	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	224,827.40	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	157,060.27	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	36,164.38	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	95,123.03	100.000	
Cert. of Deposit (Suburban Bank & Trust)	5.260%	10/18/06	10/17/06	5.260%	5.260%	6,000,000.00	6,000,000.00	-	6,000,000.00	11,240.55	100.000	
				5.105%	5.105%	\$ 58,392,353.26	\$ 58,392,353.26	\$ -	\$ 58,392,353.26	\$ 527,421.75		
2001 G. O. Bonds Debt Service (01-1243)												
ABN AMRO Government Money Market	5.082%	10/31/06	11/01/06	5.082%	5.082%	\$ 262,556.05	\$ 262,556.05	\$ -	\$ 262,556.05	\$ 1,120.65	100.000	
U. S. Treas. Notes (LaSalle Bank)	3.375%	02/24/06	02/28/07	4.751%	5.040%	11,544,000.00	11,475,457.50	86,580.00	11,388,877.50	64,935.00	99.406	
U. S. Treas. Notes (LaSalle Bank)	3.375%	03/07/06	02/28/07	4.792%	5.040%	237,000.00	235,592.81	1,777.50	233,815.31	1,333.13	99.406	
				4.759%	5.041%	\$ 12,043,556.05	\$ 11,973,606.36	\$ 88,357.50	\$ 11,885,248.86	\$ 67,388.78		
TOTAL ALL FUNDS				4.787%	5.091%	\$140,764,653.25	\$140,656,244.81	\$ 109,837.86	\$140,546,406.95	\$ 837,041.47		
October 31, 2006				90 DAY US TREASURY YIELD				4.990%				