

**MINUTES OF A MEETING OF THE
FINANCE COMMITTEE
OF THE DUPAGE WATER COMMISSION
HELD ON THURSDAY, AUGUST 18, 2022
600 EAST BUTTERFIELD ROAD
ELMHURST, ILLINOIS**

The meeting was called to order at 5:48 P.M.

Committee members in attendance: R. Gans, J. Pruyn (Arrived at 5:51 P.M.), D. Russo, and J. Zay

Committee members absent: P. Suess

Non-Committee members in attendance: None

Also in attendance: Treasurer B. Fates, P. May, and C. Peterson

Minutes

Commissioner Gans moved to approve the Minutes of the Committee Meeting of June 16, 2022, of the Finance Committee. Seconded by Commissioner Russo and unanimously approved by a Voice Vote. Motion carried.

Approval of Reconciliations

Treasurer Fates reported that he had reviewed and approved the journal entries and bank reconciliations for the months of June and July 2022.

2022 Annual Audit Report

Jim Savio of Sikich presented an overview of the audit results and the process to the Committee. The opinion from Sikich is unmodified. Mr. Savio's discussed certain items of interest or differences within the reports. Mr. Savio then noted that the Commission had no audit adjustments, no material weaknesses, and no significant deficiencies. Discussions were had related to unrealized losses and pension assets.

Chairman Zay and General Manager May then left the meeting at 6:06 P.M.

Discussion of Proposed Amendments to the Investment Policy

The Finance Committee chose to hold of discussion on changes to the Investment Policy until the next meeting.

Treasurer's Report – June and July 2022

Treasurer Fates reviewed only his written summary of the July Treasurer's Report as requested. Cash and Investments totaled \$215.6M. He detailed the various account activities in the Commission's cash and investments over the first month of the fiscal year.

Market yield on the portfolio was at 1.29%, up slightly from the prior month. The portfolio was showing unrealized losses of \$5.4M compared to unrealized losses at the prior year end of approximately \$6.1M.

Treasurer Fates reviewed the \$1.2M decrease year-to-date on the Statement of Cash Flows. He stated that all targeted reserve levels met or exceeded targets.

Financial Statements – June and July 2022

Financial Administrator Peterson focused her discussion on the three months ended August 31, 2022. Revenues exceeded expenses by approximately \$1.9M, primarily due to higher than budgeted water sales, investment earnings and timing of expenditures. Water sales exceeded budgeted amounts by 4.9% for the month and 7.2% year-to-date.

Financial Administrator Peterson stated that total cash and investment balances at the end of July exceeded total liabilities and targets. It was noted that cash balances were up compared to prior year by approximately \$6.0M.

Accounts Payable

Financial Administrator Peterson presented the Accounts Payable to the committee members. The numbers below were to be presented in the General Meeting.

June 8, 2022 to July 12, 2022	\$12,149,765.89
<u>Estimated</u>	<u>\$ 1,389,775.00</u>
Total	\$13,539,540.89
July 13, 2022 to August 9, 2022	\$12,570,689.06
<u>Estimated</u>	<u>\$ 1,513,675.00</u>
Total	\$14,084,364.06

Other

None

Adjournment

Commissioner Russo moved to adjourn the meeting at 6:14 P.M. Seconded by Commissioner Gans and unanimously approved by a Voice Vote. Motion carried.