

**MINUTES OF A MEETING OF THE
FINANCE COMMITTEE
OF THE DUPAGE WATER COMMISSION
HELD ON THURSDAY, OCTOBER 21, 2021
600 EAST BUTTERFIELD ROAD
ELMHURST, ILLINOIS**

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

Committee members in attendance: P. Suess, R. Gans, J. Pruyn (arrived at 5:52 P.M.), and J. Zay

Committee members absent: D. Russo

Non-Committee members in attendance: None

Also in attendance: Treasurer B. Fates, J. Spatz, C. Peterson, and R. Stokluska from A.J. Gallagher

Approval of Reconciliations

Treasurer Fates reported that he had reviewed and approved the journal entries and bank reconciliations for the months of September 2021.

Request for Board Action Property Insurance

General Manager Spatz discussed an emailed question regarding raising the limits on the Commission's on the general and auto insurance. General Manager Spatz noted that per a discussion with our insurance broker we are already cover limits with additional coverage totaling \$23M. Rich Stokluska from Arthur J Gallagher Risk Management was introduced and started a discussion regarding the adjustments in rates, the effect of Covid and cyber issues. It was recommended to change environmental carriers to get similar coverage as the Commission had before for 3 years at an increase more manageable than the current carrier. Chairman Suess asked for Commission and AJ Gallagher to look into an annual quote for additional cyber insurance coverage.

Commissioner Pruyn moved to recommend the purchase of proposed Property and Liability Insurance as proposed by Arthur J Gallagher Risk Management. Seconded by Commissioner Gans and unanimously approved by a Voice Vote. Motion carried.

Request for Board Action Workers' Compensation Insurance

Financial Administrator Peterson and Mr. Stokluska discussed the increase in the Workers' Compensation insurance was due to the higher salaries related to the overlap in salaries for training new employees by the retiring employees. Additional discussion was had regarding the solvency of Illinois Public Risk Fund and alternatives.

Commissioner Gans moved to recommend the purchase of proposed Workers' Compensation Insurance as proposed by Illinois Public Risk Fund and Arthur J Gallagher

Risk Management. Seconded by Commissioner Pruyn and unanimously approved by a Voice Vote. Motion carried.

General Manager Spatz left the meeting at 6:00 P.M. and Chairman Zay left the meeting at 6:06 P.M.

Treasurer’s Report – September 2021

Treasurer Fates reviewed the written summary of the September Treasurer’s Report. Cash and Investments totaled \$214.1M. He detailed the various account activities in the Commission’s cash and investments over the five months of the current fiscal year.

Market yield on the portfolio was at 1.02%, a decrease from the prior month (1.04%). The portfolio was showing unrealized gains of \$1.5M compared to the unrealized gains at the prior year end of approximately \$2.3M.

Treasurer Fates reviewed the \$3.3M increase year-to-date on the Statement of Cash Flows. He stated that all targeted reserve levels were met or exceeded targets.

Financial Statements – September 2021

Financial Administrator Peterson discussed the five months ended September 30, 2021. She stated that revenues exceeded expenses by approximately \$3.3M, primarily due to higher than budgeted water sales and investment earnings, and timing of expenditures. Water sales were above seasonal budgeted amounts by 15.2% for the month, and up 7.7% year-to-date.

Financial Administrator Peterson stated that total cash and investment balances at the end of September exceeded total liabilities and targets. It was noted that cash balances were up slightly compared to prior year, and receivables were up due to timing of receivables.

Accounts Payable

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

September 8, 2021 to October 12, 2021	\$11,145,183.61
<u>Additional Accrued and Estimated Payments</u>	<u>\$1,844,025.00</u>
Total	\$12,989,208.61

Chairman Suess asked Commission staff to request the City of Chicago to explain the number of credits we receive on the Lexington electric invoices for the solar panels that were installed.

Other

None

Adjournment

Commissioner Pruyn moved to adjourn the meeting at 6:16 P.M. Seconded by Commissioner Gans and unanimously approved by a Voice Vote. Motion carried.