

**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.