



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 JUNE 2003 FINANCE COMMITTEE MEETING OF THE DU PAGE WATER COMMISSION WILL BE HELD AT 8:00 A.M. ON THURSDAY, JUNE 12, 2003, AT ITS OFFICES LISTED BELOW. THE AGENDA FOR THE RESCHEDULED JUNE 2003 REGULAR COMMITTEE MEETING IS AS FOLLOWS:

AGENDA
FINANCE COMMITTEE
THURSDAY, JUNE 12, 2003
8:00 A.M.

COMMITTEE MEMBERS
A. Poole, Chair
J. Janicik
B. Krajewski

600 EAST BUTTERFIELD ROAD
ELMHURST, IL 60126

- I. Roll Call
- II. Approval of Minutes of May 7, 2003
- III. Treasurer's Report – May, 2003
- IV. Financial Statements – May, 2003
- V. Accounts Payable
- VI. Ordinance O-7-03: Annual Budget and Appropriation Ordinance for the Fiscal Year Commencing May 1, 2003 and Ending April 30, 2004
- VII. Insurance Coverage
- VIII. Possible Current or Forward Current Refunding of 1993 Revenue Bonds
- IX. Financial Review
 - A. Net Asset (Fund Balance) Analysis
 - B. Five Year Capital Improvement Program
 - C. Self Insurance Study
 - D. Outstanding Revenue and General Obligation Bonds

Board\Agendas\FC 2003-06.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 DU PAGE WATER COMMISSION
HELD ON MAY 7, 2003**

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: A. Poole, Committee Chairman and J. Janicik. Also in attendance: Commissioner-designate D. Zeilenga and R. Skiba.

MINUTES OF MEETINGS – APRIL 10, 2003

Motion by Commissioner Janicik, seconded by Commissioner Poole, to approve the minutes of the April 10, 2003 Finance Committee meeting. This motion carried unanimously.

TREASURER'S REPORT – APRIL, 2003

The Committee reviewed the April, 2003 Treasurer's Report. The Committee had no questions and will recommend acceptance of the report by the full Commission at its meeting of May 7, 2003.

FINANCIAL STATEMENTS - APRIL, 2003

The Committee reviewed the April, 2003 financial statements. After a brief discussion, the Committee accepted the financial statements for April, 2003.

ACCOUNTS PAYABLE

The Committee reviewed the accounts payable in the amount of \$3,114,345.81. There were no revisions. The Committee had no questions and will recommend approval of the accounts payable at the May 7, 2003 Commission meeting.

DRAFT FY 2003-04 APPROPRIATION

The draft FY 2003-04 Appropriation Ordinance legal notice of availability for public inspection will be published on May 12, 2003. A public hearing is set for June 12, 2002 at the start of the Regular Commission meeting. Action on the ordinance is scheduled at that meeting. The ordinance must be adopted prior to July 31, 2003.

LIABILITY INSURANCE CARRIER RATING

The Committee directed staff to have the Commission's broker move quickly to change liability insurance carriers from Specialty National Insurance Company.

ADJOURNMENT

With no further business to come before the Committee, the meeting was adjourned at 7:25 p.m.



DuPage Water Commission

MEMORANDUM

TO: General Manager
FROM: Financial Administrator
DATE: June 5, 2003
SUBJECT: Financial Report – May 31, 2003

WATER FUND

All requirements of the revenue bond ordinance have been met as of May 31, 2003. This early in the fiscal year, budget variances are not significant. However, the cold month of May reduced both water sales to customers and water purchases from Chicago.

INVESTMENT PORTFOLIO

The Commission's investment portfolio totals \$193.6 million. It is earning 1.3% based on market yield and 2.0% based on original purchase price. The benchmark yield adopted by the Commission was 1.0% at May 31, 2003.

Commission funds are invested as follows: United States Treasury obligations (31.8%), United States Agency obligations (31.8%), the Illinois Funds Money Market Fund (14.9%), the Illinois Funds Prime Funds (8.6%), certificates of deposit (12.9%) and government money market funds (less than 0.1%).

ASSETS	TOTAL WATER FUND (ALL ACCOUNTS)	WATER FUND DEPOSITORY ACCOUNTS	OPER & MAINT ACCOUNT	REVENUE BOND INTEREST ACCOUNT	REVENUE BOND PRINCIPAL ACCOUNT	REVENUE BOND DEBT SERVICE RESERVE ACCOUNT	OPER & MAINT RESERVE ACCOUNT	DEPRECIATION ACCOUNT	GENERAL ACCOUNT
CASH	255,356.56	223,503.72	31,234.81	0.00	0.00	618.03	0.00	0.00	0.00
INVESTMENTS	193,560,704.12	2,794,462.71	10,944,892.11	644,568.80	902,803.01	17,877,618.94	10,497,779.46	5,352,260.09	144,546,319.00
DUE FROM OTHER FUNDS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CUSTOMER ACCOUNTS RECEIVABLE	6,040,899.99	6,040,899.99	0.00	0.00	0.00	0.00	0.00	0.00	0.00
SALES TAX RECEIVABLE	7,170,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7,170,000.00
ACCOUNTS RECEIVABLE-OTHER	284,477.25	284,477.25	0.00	0.00	0.00	0.00	0.00	0.00	0.00
INTEREST RECEIVABLE	1,024,588.19	0.00	0.00	1,466.74	2,486.40	0.00	20,104.17	11,250.00	989,280.88
INVENTORIES & PREPAIDS	216,697.22	216,697.22	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FIXED ASSETS	426,443,803.94	426,443,803.94	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CONSTRUCTION IN PROGRESS	19,740,890.52	19,740,890.52	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LESS: ACCUMULATED DEPRECIATION	(66,707,327.46)	(66,707,327.46)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DEFERRED WATER SUPPLY CONTRACT COST	11,751,135.82	11,751,135.82	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL ASSETS	599,781,226.15	400,788,543.71	10,976,126.92	646,035.54	905,289.41	17,878,236.97	10,517,883.63	5,363,510.09	152,705,599.88
LIABILITIES & EQUITY									
ACCOUNTS PAYABLE	3,982,966.91	0.00	3,982,966.91	0.00	0.00	0.00	0.00	0.00	0.00
ACCRUED PAYROLL & TAXES	262,102.87	0.00	262,102.87	0.00	0.00	0.00	0.00	0.00	0.00
DUE TO OTHER FUNDS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BONDS PAYABLE CURRENT	18,895,000.00	9,244,583.33	0.00	0.00	840,416.67	0.00	0.00	0.00	8,810,000.00
ACCRUED INTEREST	1,721,300.63	0.00	0.00	645,638.13	0.00	0.00	0.00	0.00	1,075,662.50
ACCRUED LIABILITIES	263,601.22	0.00	263,601.22	0.00	0.00	0.00	0.00	0.00	0.00
CONTRACT RETENTION	1,214,878.75	0.00	1,214,878.75	0.00	0.00	0.00	0.00	0.00	0.00
OTHER DEPOSITS AND DEFERRED CREDITS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DEFERRED REVENUE	3,017,966.43	3,017,966.43	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LONG TERM BONDS PAYABLE	200,866,721.56	200,866,721.56	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL LIABILITIES	230,224,538.37	213,129,271.32	5,723,549.75	645,638.13	840,416.67	0.00	0.00	0.00	9,885,662.50
NET ASSETS									
UNRESTRICTED FUNDS									
HELD FOR EMERGENCY REPAIRS AND OTHER CONTINGENCIES (a)	28,100,000.00	0.00	0.00	0.00	0.00	41,024.47	12,729.29	363,510.09	27,682,736.15
RESERVED FOR WATER RATE STABILIZATION	44,738,211.25	6,542,074.46	0.00	0.00	0.00	0.00	0.00	0.00	38,196,136.79
RESERVED FOR THE ACQUISITION OF CAPITAL ASSETS	51,614,139.03	0.00	0.00	0.00	0.00	0.00	0.00	0.00	51,614,139.03
TOTAL UNRESTRICTED FUNDS	124,452,350.28	6,542,074.46	0.00	0.00	0.00	41,024.47	12,729.29	363,510.09	117,493,011.97
RESTRICTED BY ORDINANCE/RESOLUTION	63,987,139.57	0.00	5,252,577.17	397.41	64,872.74	17,837,212.50	10,505,154.34	5,000,000.00	25,326,925.41
INVESTED IN PROPERTY PLANT AND EQUIPMENT	181,117,197.93	181,117,197.93	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL NET ASSETS	369,556,687.78	187,659,272.39	5,252,577.17	397.41	64,872.74	17,878,236.97	10,517,883.63	5,363,510.09	142,819,937.38
TOTAL LIABILITIES & NET ASSETS	599,781,226.15	400,788,543.71	10,976,126.92	646,035.54	905,289.41	17,878,236.97	10,517,883.63	5,363,510.09	152,705,599.88

a - ESTABLISHED AT 5% OF ORIGINAL CONSTRUCTION COSTS AS OF MAY 1, 1992; INCREASED ANNUALLY BY THE ENGINEERING NEWS RECORD CONSTRUCTION INDEX

DU PAGE WATER COMMISSION
WATER FUND
GENERAL LEDGER
BALANCE SHEET - GENERAL ACCOUNT DETAIL
May 31, 2003

PAGE 3

ASSETS	TOTAL GENERAL ACCOUNT	WATER FUND SUBACCOUNT	SALES TAXES SUBACCOUNT	GO BOND DEBT SERVICE SUBACCOUNT
CASH	0.00	0.00	0.00	0.00
INVESTMENTS	144,546,319.00	53,399,240.69	78,013,632.63	13,133,445.68
DUE FROM OTHER FUNDS	0.00	0.00	0.00	0.00
CUSTOMER ACCOUNTS RECEIVABLE	0.00	0.00	0.00	0.00
SALES TAX RECEIVABLE	7,170,000.00	0.00	7,170,000.00	0.00
ACCOUNTS RECEIVABLE-OTHER	0.00	0.00	0.00	0.00
INTEREST RECEIVABLE	989,280.88	285,156.25	603,807.98	100,316.65
INVENTORIES & PREPAIDS	0.00	0.00	0.00	0.00
FIXED ASSETS	0.00	0.00	0.00	0.00
CONSTRUCTION IN PROGRESS	0.00	0.00	0.00	0.00
LESS: ACCUMULATED DEPRECIATION	0.00	0.00	0.00	0.00
DEFERRED WATER SUPPLY CONTRACT COST	0.00	0.00	0.00	0.00
TOTAL ASSETS	152,705,599.88	53,684,396.94	85,787,440.61	13,233,762.33
LIABILITIES & EQUITY				
ACCOUNTS PAYABLE	0.00	0.00	0.00	0.00
ACCRUED PAYROLL & TAXES	0.00	0.00	0.00	0.00
DUE TO OTHER FUNDS	0.00	0.00	0.00	0.00
BONDS PAYABLE CURRENT	8,810,000.00	0.00	0.00	8,810,000.00
ACCRUED INTEREST	1,075,662.50	0.00	0.00	1,075,662.50
ACCRUED LIABILITIES	0.00	0.00	0.00	0.00
CONTRACT RETENTION	0.00	0.00	0.00	0.00
OTHER DEPOSITS AND DEFERRED CREDITS	0.00	0.00	0.00	0.00
DEFERRED REVENUE	0.00	0.00	0.00	0.00
LONG TERM BONDS PAYABLE	0.00	0.00	0.00	0.00
TOTAL LIABILITIES	9,885,662.50	0.00	0.00	9,885,662.50
NET ASSETS				
UNRESTRICTED FUNDS (R-10-03)				
HELD FOR EMERGENCY REPAIRS AND OTHER CONTINGENCIES	27,682,736.15	11,682,736.15	16,000,000.00	0.00
RESERVED FOR WATER RATE STABILIZATION	38,196,136.79	38,196,136.79	0.00	0.00
RESERVED FOR THE ACQUISITION OF CAPITAL ASSETS	51,614,139.03	0.00	51,614,139.03	0.00
TOTAL UNRESTRICTED FUNDS	117,493,011.97	49,878,872.94	67,614,139.03	0.00
RESTRICTED BY ORDINANCE/RESOLUTION	25,326,925.41	3,805,524.00	18,173,301.58	3,348,099.83
INVESTED IN PROPERTY PLANT AND EQUIPMENT	0.00	0.00	0.00	0.00
TOTAL NET ASSETS	142,819,937.38	53,684,396.94	85,787,440.61	3,348,099.83
TOTAL LIABILITIES & NET ASSETS	152,705,599.88	53,684,396.94	85,787,440.61	13,233,762.33

DU PAGE WATER COMMISSION
WATER FUND
GENERAL LEDGER
STATEMENT OF REVENUES & EXPENDITURES
May 31, 2003

PAGE 4

REVENUE	CURRENT MONTH ACTUAL	Y-T-D ACTUAL	Y-T-D BUDGET	Y-T-D BUDGET VARIANCE FAVORABLE (UNFAVORABLE)	% OF Y-T-D BUDGET
OPERATIONS & MAINTENANCE REVENUES	3,618,440.04	3,618,440.04	3,933,322.53	(314,882.49)	92.0%
FIXED COST REVENUES	743,027.42	743,027.42	743,027.42	0.00	100.0%
SUBSEQUENT CUSTOMER DIFFERENTIAL REVENUE	81,462.94	81,462.94	88,524.19	(7,061.25)	92.0%
EMERGENCY WATER SERVICE	3,010.44	3,010.44	2,513.18	497.26	119.8%
SALES TAXES	2,275,925.80	2,275,925.80	2,395,924.39	(119,998.59)	95.0%
INVESTMENT INCOME	337,709.98	337,709.98	514,972.68	(177,262.70)	65.6%
OTHER INCOME	8,590.74	8,590.74	4,768.58	3,822.16	180.2%
TOTAL REVENUE	7,068,167.36	7,068,167.36	7,683,052.97	(614,885.61)	92.0%
EXPENSES					
PERSONAL SERVICES	212,116.30	212,116.30	219,999.71	7,883.41	96.4%
PROFESSIONAL SERVICES	1,915.20	1,915.20	33,228.44	31,313.24	5.8%
CONTRACTUAL SERVICES	38,911.74	38,911.74	68,390.57	29,478.83	56.9%
INSURANCE	393,362.10	393,362.10	446,226.95	52,864.85	88.2%
ADMINISTRATIVE COSTS	10,167.99	10,167.99	12,460.98	2,292.99	81.6%
WATER SUPPLY COSTS	4,046,919.27	4,046,919.27	4,360,295.50	313,376.23	92.8%
BOND INTEREST EXPENSE	1,053,216.87	1,053,216.87	1,047,551.33	(5,665.54)	100.5%
LAND AND RIGHT OF WAY	0.00	0.00	507.77	507.77	0.0%
DEPRECIATION/CAPITAL EQUIPMENT PURCHASES	532,550.98	532,550.98	574,287.63	41,736.65	92.7%
TOTAL OPERATING EXPENSES	6,289,160.45	6,289,160.45	6,762,948.88	473,788.43	93.0%
NET OPERATING INCOME	779,006.91	779,006.91	920,104.09	(141,097.18)	84.7%
CONSTRUCTION EXPENDITURES	368,742.80	368,742.80	782,792.35	414,049.55	47.1%
LEGISLATIVE TRANSFERS TO OTHER GOVERNMENTS	0.00	0.00	0.00	0.00	N/A
NET FUND TRANSACTIONS	410,264.11	410,264.11	137,311.74	272,952.37	298.8%
BEGINNING NET ASSETS		368,777,680.87			
ADD CONSTRUCTION EXPENDITURES TO BE CAPITALIZED		368,742.80			
ENDING NET ASSETS		369,556,687.78			

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 05/31/03	BID PRICE 05/31/03
Water Fund Depository Accounts (WF-1210)											
Illinois Funds-Money Market	1.149%	05/31/03	06/01/03	1.149%	1.149%	\$ 1,015,254.40	\$ 1,015,254.40	\$ -	\$ 1,015,254.40	\$ -	100.000
Illinois Funds-Prime Fund	1.213%	05/31/03	06/01/03	1.213%	1.213%	1,779,208.31	1,779,208.31	-	1,779,208.31	-	100.000
				1.190%	1.190%	\$ 2,794,462.71	\$ 2,794,462.71	\$ -	\$ 2,794,462.71	\$ -	
Water Fund Oper. & Maint. Acct. (WF-1211)											
Illinois Funds-Money Market	1.149%	05/31/03	06/01/03	1.149%	1.149%	\$ 5,826,967.33	\$ 5,826,967.33	\$ -	\$ 5,826,967.33	\$ -	100.000
Illinois Funds-Prime Fund	1.213%	05/31/03	06/01/03	1.213%	1.213%	5,017,924.78	5,017,924.78	-	5,017,924.78	-	100.000
				1.178%	1.178%	\$ 10,944,892.11	\$ 10,944,892.11	\$ -	\$ 10,944,892.11	\$ -	
Revenue Bond Interest Account (WF-1212)											
One Group Government Money Market	0.542%	05/31/03	06/01/03	0.542%	0.542%	\$ 368.80	\$ 368.80	\$ -	\$ 368.80	\$ 0.07	100.000
U. S. Treas. Notes (Bank One Trust Company)	2.750%	05/09/03	10/31/03	1.105%	1.030%	640,000.00	644,200.00	(750.00)	644,950.00	1,466.67	100.856
				1.105%	1.030%	\$ 640,368.80	\$ 644,568.80	\$ (750.00)	\$ 645,318.80	\$ 1,466.74	
Revenue Bond Principal (WF-1213)											
One Group Government Money Market	0.542%	05/31/03	06/01/03	0.542%	0.542%	\$ 846.76	\$ 846.76	\$ -	\$ 846.76	\$ 0.15	100.000
U. S. Treas. Notes (Bank One Trust Company)	3.375%	05/09/03	04/30/04	1.178%	1.090%	884,000.00	901,956.25	(794.22)	902,750.47	2,486.25	102.031
				1.177%	1.089%	\$ 884,846.76	\$ 902,803.01	\$ (794.22)	\$ 903,597.23	\$ 2,486.40	
Revenue Bond Debt Svc. Reserve (WF-1214)											
U. S. Treas. Bills (Bank One Trust)	0.000%	04/24/03	10/23/03	1.175%	1.080%	\$ 17,955,000.00	\$ 17,877,618.94	\$ 27,234.25	\$ 17,850,384.69	\$ -	99.569
				1.175%	1.080%	\$ 17,955,000.00	\$ 17,877,618.94	\$ 27,234.25	\$ 17,850,384.69	\$ -	
Water Fund Oper. & Maint. Res. (WF-1215)											
Illinois Funds-Money Market	1.149%	05/31/03	06/01/03	1.149%	1.149%	\$ 1,157,205.00	\$ 1,157,205.00	\$ -	\$ 1,157,205.00	\$ -	100.000
Illinois Funds-Prime Fund	1.213%	05/31/03	06/01/03	1.213%	1.213%	189,011.96	189,011.96	-	189,011.96	-	100.000
U. S. Treas. Notes (Bank One Capital Markets)	4.250%	12/12/01	11/15/03	2.967%	1.050%	5,000,000.00	5,070,312.50	(48,632.81)	5,118,945.31	8,854.17	101.406
U. S. Treas. Notes (RBC Dain Rauscher)	3.375%	06/13/02	04/30/04	2.957%	1.090%	4,000,000.00	4,081,250.00	51,250.00	4,030,000.00	11,250.00	102.031
				2.731%	1.079%	\$ 10,346,216.96	\$ 10,497,779.46	\$ 2,617.19	\$ 10,495,162.27	\$ 20,104.17	
Water Fund Depreciation Account (WF-1216)											
Illinois Funds-Money Market	1.149%	05/31/03	06/01/03	1.149%	1.149%	\$ 516,244.21	\$ 516,244.21	\$ -	\$ 516,244.21	\$ -	100.000
Illinois Funds-Prime Fund	1.213%	05/31/03	06/01/03	1.213%	1.213%	754,765.88	754,765.88	-	754,765.88	-	100.000
U. S. Treas. Notes (RBC Dain Rauscher)	3.375%	06/13/02	04/30/04	2.957%	1.090%	4,000,000.00	4,081,250.00	51,250.00	4,030,000.00	11,250.00	102.031
				2.537%	1.113%	\$ 5,271,010.09	\$ 5,352,260.09	\$ 51,250.00	\$ 5,301,010.09	\$ 11,250.00	

DU PAGE WATER COMMISSION
INVESTMENTS
(Unaudited)
May 31, 2003

PAGE 6

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCURED INTEREST 05/31/03	BID PRICE 05/31/03
Water Fund General Account (WF-1217)											
Illinois Funds-Money Market	1.149%	05/31/03	06/01/03	1.149%	1.149%	\$ 12,767,209.19	\$ 12,767,209.19	\$ -	\$ 12,767,209.19	\$ -	100.000
Illinois Funds-Prime Fund	1.213%	05/31/03	06/01/03	1.213%	1.213%	4,492,881.50	4,492,881.50	-	4,492,881.50	-	100.000
F.H.L.B. (D. Rauscher)	6.875%	11/30/01	08/15/03	2.951%	1.162%	5,000,000.00	5,057,500.00	(266,818.14)	5,324,318.14	100,260.42	101.150
F.H.L.B. (D.L.J.)	3.750%	11/13/02	02/23/04	1.569%	1.214%	10,000,000.00	10,175,400.00	(94,967.60)	10,270,367.60	109,375.00	101.754
U. S. Treas. Notes (Dain Rauscher)	7.250%	01/31/02	05/15/04	3.204%	1.110%	10,000,000.00	10,575,000.00	(309,300.00)	10,884,300.00	30,208.33	105.750
F.H.L.B. (RBC D. Rauscher)	3.625%	06/14/02	10/15/04	3.403%	1.130%	10,000,000.00	10,331,250.00	283,593.75	10,047,656.25	45,312.50	103.313
	2.248%	1.157%		\$ 52,260,090.69	\$ 53,399,240.69	\$ (387,491.99)	\$ 53,786,732.68	\$ 285,156.25			
Sales Tax Funds (WF-1230)											
Illinois Funds-Money Market	1.149%	05/31/03	06/01/03	1.149%	1.149%	\$ 7,508,433.87	\$ 7,508,433.87	\$ -	\$ 7,508,433.87	\$ -	100.000
Illinois Funds-Prime Fund	1.213%	05/31/03	06/01/03	1.213%	1.213%	4,391,236.26	4,391,236.26	-	4,391,236.26	-	100.000
Cert. of Deposit (Winfield Community Bank)	3.000%	06/17/02	06/17/03	3.000%	3.000%	1,000,000.00	1,000,000.00	-	1,000,000.00	28,602.74	100.000
Cert. of Deposit (West Suburban Bank)	3.000%	07/16/02	07/16/03	3.000%	3.000%	5,935,100.00	5,935,100.00	-	5,935,100.00	155,613.44	100.000
F.H.L.B. (D. Rauscher)	6.875%	11/30/01	08/15/03	2.951%	1.162%	5,000,000.00	5,057,500.00	(266,818.14)	5,324,318.14	100,260.42	101.150
Cert. of Deposit (West Suburban Bank)	2.480%	10/15/02	10/15/03	2.480%	2.480%	64,900.00	64,900.00	-	64,900.00	1,005.40	100.000
Cert. of Deposit (Suburban Bank & Trust)	2.000%	10/16/02	10/16/03	2.000%	2.000%	6,000,000.00	6,000,000.00	-	6,000,000.00	74,630.14	100.000
Cert. of Deposit (Oak Brook Bank)	1.700%	01/15/03	01/15/04	1.700%	1.700%	6,000,000.00	6,000,000.00	-	6,000,000.00	38,005.48	100.000
U. S. Treas. Notes (Bank One Capital Markets)	4.250%	12/12/01	11/15/03	2.967%	1.050%	5,000,000.00	5,070,312.50	(48,632.82)	5,118,945.32	8,854.17	101.406
Cert. of Deposit (Mid America Bank)	2.750%	04/15/03	04/15/04	1.600%	1.600%	6,000,000.00	6,000,000.00	-	6,000,000.00	20,794.52	100.000
F.H.L.B. (ABN AMRO)	3.375%	06/21/02	05/14/04	3.002%	1.199%	10,000,000.00	10,204,900.00	136,150.00	10,068,750.00	14,062.50	102.049
F.H.L.B. (RBC D. Rauscher)	3.625%	09/12/02	10/15/04	2.400%	1.130%	10,000,000.00	10,331,250.00	83,450.00	10,247,800.00	45,312.50	103.313
F.H.L.B. (RBC D. Rauscher)	4.000%	10/17/02	02/15/05	2.462%	1.280%	10,000,000.00	10,450,000.00	105,500.00	10,344,500.00	116,666.67	104.500
	2.280%	1.477%		\$ 76,899,670.13	\$ 78,013,632.63	\$ 9,649.04	\$ 78,003,983.59	\$ 603,807.98			
2001 G. O. Bonds Debt Service (WF-1243)											
ABN AMRO Government Money Market	0.830%	05/31/03	06/01/03	0.830%	0.830%	2,409.12	2,409.12	\$ -	\$ 2,409.12	\$ 1.96	100.000
U. S. Treas. Notes (LaSalle Bank)	3.000%	02/28/03	08/31/03	1.156%	0.990%	1,955,000.00	1,966,607.81	(12,295.12)	1,978,902.93	17,717.19	100.594
U. S. Treas. Notes (LaSalle Bank)	3.000%	02/28/03	02/29/04	1.219%	1.100%	10,388,000.00	10,530,835.00	(40,172.34)	10,571,007.34	77,910.00	101.375
U. S. Treas. Notes (LaSalle Bank)	3.000%	03/05/03	02/29/04	1.052%	1.100%	297,000.00	292,946.25	(1,524.68)	292,470.94	2,152.50	101.375
U. S. Treas. Notes (LaSalle Bank)	3.000%	03/07/03	02/29/04	1.073%	1.100%	338,000.00	342,647.50	(1,690.00)	344,337.50	2,535.00	101.375
	1.202%	1.083%		\$ 12,970,409.12	\$ 13,133,445.68	\$ (55,682.15)	\$ 13,189,127.83	\$ 100,316.65			
TOTAL ALL FUNDS	2.040%	1.269%		\$ 190,966,967.37	\$ 193,560,704.12	\$ (353,967.88)	\$ 193,914,672.00	\$ 1,024,588.19			
May 31, 2003	90 DAY US TREASURY YIELD			1.000%							

DU PAGE WATER COMMISSION - ACCOUNTS PAYABLE 03-May-03 TO 05-Jun-03

VENDOR VOLUME
ACCOUNTS PAYABLE SPREADSHEET
06/12/03

VENDOR	DESCRIPTION	VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT %
Chicago, City of: Supt. of Wtr. Coll.	Water Supply: 05/01/03-05/31/03	2,652,446.62	2,652,446.62	68.383%
Rossi Contractors, Inc.	Cont. BOV-1: Partial Invoice No. 10	232,127.98	2,884,574.60	74.367%
Rossi Contractors, Inc.	Cont. TW-2: Partial Invoice No. 32	227,728.32	3,112,302.92	80.238%
Constellation NewEnergy, Inc.	DPPS Electric Service: 02/25/03-05/23/03	215,983.23	3,328,286.15	85.807%
Alvord, Burdick & Howson	Engineering Services	150,226.93	3,478,513.08	89.680%
Chicago, City of: Dept. of Water	Electric Service: 03/03/03-04/30/03	132,674.99	3,611,188.07	93.100%
Maxcor Inc.	Tank Washing, Painting, Repairs: Partial Invoice No. 1	42,052.48	3,653,240.55	94.184%
Chicago, City of: Dept. of Water	Operation Costs Lex. Sta.: 04/01/03-04/30/03	36,153.41	3,689,393.96	95.116%
Holland & Knight	Legal Services: April 2003	32,507.21	3,721,901.17	95.954%
Seeco Consultants, Inc.	Geotechnical Services - TIB-1, Material Testing - TW-2	30,117.30	3,752,018.47	96.731%
Chicago, City of: Dept. of Water	Outside Contractors Maint. & Repairs : 11/13/02-04/30/03	26,804.80	3,778,823.27	97.422%
Illinois Public Risk Fund	Workers Compensation Insurance: 06/15/03-09/15/03	11,703.00	3,790,526.27	97.724%
CTE Engineers, Inc.	Eng. Serv. - Vulnerability Assessment, MS-15	9,017.68	3,799,543.95	97.956%
Flowserve FSD Corporation	Seal Repairs, Seal Rebuilding Kits	7,709.77	3,807,253.72	98.155%
Commonwealth Edison	Meter Station, ROV, CP, Tank Site Electric Service	7,605.06	3,814,858.78	98.351%
Tank Industry Consultants	Conslt. Serv. for Wtr Strg Tanks Painting: 05/02/03-05/24/03	6,468.51	3,821,327.29	98.518%
Acres Group, Inc.	Landscape Mgmt Serv, Annual Flower, Remove & Replace Tree	6,013.80	3,827,341.09	98.673%
J.U.L.I.E.	Utility Locates: April 2003	5,468.40	3,832,809.49	98.814%

DU PAGE WATER COMMISSION - ACCOUNTS PAYABLE 03-May-03 TO 05-Jun-03

VENDOR VOLUME
ACCOUNTS PAYABLE SPREADSHEET
06/12/03

VENDOR	DESCRIPTION	VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT %
Total Facility Maintenance, Inc.	Stripped & Refinished Floor, DPPS Cleaning Serv., Janit. Supp.	3,549.65	3,836,359.14	98.905%
SPI Energy Group	Renegotiation of Power Supply Contract: 03/01/03-05/29/03	2,767.50	3,839,126.64	98.977%
McMaster-Carr Supply Company	Maintenance Supplies, Meter Station Maintenance	2,530.50	3,841,657.14	99.042%
Hach Company	Water Testing	2,307.27	3,843,964.41	99.101%
MidAmerica Dynamics Inc.	Calibrate Vibration System	2,251.51	3,846,215.92	99.159%
Equipment Watch	Rental Rate Blue Book	2,209.00	3,848,424.92	99.216%
McGladrey & Pullen, LLP	Audit - FY03	2,000.00	3,850,424.92	99.268%
Peters & Associates	Computer Network Services	2,000.00	3,852,424.92	99.320%
SBC	Backup Telemetry, DPPS, Tank Site #1 Service	1,914.77	3,854,339.69	99.369%
Chicago Tribune	Employment Advertisement, Legal Notice	1,825.65	3,856,165.34	99.416%
Avalon Petroleum Company	Gasoline	1,470.50	3,857,635.84	99.454%
Naperville, City of	Meter Sta. Service: 04/14/03-05/15/03	1,285.62	3,858,921.46	99.487%
Lanac Technology	Payroll System Maintenance, Computer Consulting Services	1,080.00	3,860,001.46	99.515%
Federal Express Corp.	Messenger Service	1,079.09	3,861,080.55	99.543%
AT&T	Long Dist. Serv. DPPS: 03/25/03-05/25/03	988.67	3,862,069.22	99.568%
Cardmember Services (First USA Bank)	Administrative Expense, Gas, TW-2 Valve Test, Replenish I-PASS	904.95	3,862,974.17	99.591%
National City Bank of Indiana	Safekeeping Fees: April 2003	896.30	3,863,870.47	99.615%

DU PAGE WATER COMMISSION - ACCOUNTS PAYABLE 03-May-03 TO 05-Jun-03

VENDOR VOLUME
ACCOUNTS PAYABLE SPREADSHEET
06/12/03

VENDOR	DESCRIPTION	VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT %
Advantage Trailers & Hitches	Repairs to Towmaster Trailer	842.90	3,864,713.37	99.636%
Inekad Drafting & Design, Inc.	Drafting Drawings in Autocad	783.75	3,865,497.12	99.657%
Westchester Lock & Key Service, Inc.	Lock Master Pro Series Padlocks	775.00	3,866,272.12	99.676%
NICOR	DPPS Service: 04/14/03-05/22/03	760.40	3,867,032.52	99.696%
Red Wing Shoe Stores	Safety Shoes: Becton, Bostick, Wegner, Sanchez, Griffin	706.95	3,867,739.47	99.714%
Illinois Environmental Protection Agency	Inner Belt Transmission Main Permit - TIB-1	600.00	3,868,339.47	99.730%
Illinois Paper Company	Office Supplies	600.00	3,868,939.47	99.745%
CLC Lubricants Co.	Pumping Operations, Drum Deposit	593.50	3,869,532.97	99.761%
Microwave Data Systems Inc.	SCADA/Instrumentation	529.45	3,870,062.42	99.774%
Metro Graphx Inc.	Office Supplies	504.00	3,870,566.42	99.787%
Stonkus Hydraulic, Inc.	Packing Kit for Parco Cone Valve	501.75	3,871,068.17	99.800%
Oakfield Ford	Vehicle Maintenance: M-127481	488.95	3,871,557.12	99.813%
Elmhurst Plaza Standard, Inc.	Gasoline, Vehicle Maintenance: M-78556	475.18	3,872,032.30	99.825%
HSQ Technology	SCADA Support Service: 04/01/03-04/30/03	450.00	3,872,482.30	99.837%
Home Depot	MS Maint., Maint. Supplies, Pumping Oper., Supplies for Truck	402.56	3,872,884.86	99.847%
AT&T Wireless Service - Chicago	Cellular Phone Serv.: 03/27/03-05/26/03	391.42	3,873,276.28	99.857%
Royal Office Products	Office Supplies	382.62	3,873,658.90	99.867%
SBC Ameritech	Pager Service: 05/01/03-06/30/03	356.09	3,874,014.99	99.876%

DU PAGE WATER COMMISSION - ACCOUNTS PAYABLE 03-May-03 TO 05-Jun-03

VENDOR VOLUME
ACCOUNTS PAYABLE SPREADSHEET
06/12/03

VENDOR	DESCRIPTION	VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT %
Lesman Instrument Company	Meter Station Maintenance	335.26	3,874,350.25	99.885%
Verizon Wireless	Cellular Phone Service	323.30	3,874,673.55	99.893%
LaBarge, Inc.	Corrosion Telemetry: 03/25/03-05/21/03	321.04	3,874,994.59	99.901%
Kar Products	Maintenance Supplies	319.77	3,875,314.36	99.910%
Newark InOne	Meter Station Maintenance, SCADA/Instrumentation	282.25	3,875,596.61	99.917%
Hewlett-Packard Company	Hard Drive	235.00	3,875,831.61	99.923%
A.N.S.I., Inc.	Window Washing DPPS: May 2003	210.00	3,876,041.61	99.928%
ThyssenKrupp Elevator Company	Elevator Maintenance: 06/01/03-06/30/03	203.94	3,876,245.55	99.934%
Glenbard Electric Supply, Inc.	Maintenance Supplies, Meter Station Maintenance	189.02	3,876,434.57	99.938%
Sooper Lube	Vehicle Maintenance: M-66159	184.80	3,876,619.37	99.943%
Transcat, Inc.	SCADA/Instrumentation	181.60	3,876,800.97	99.948%
Gross Automation	Meter Station Maintenance	169.59	3,876,970.56	99.952%
United Illumination, Inc.	Probe High Water Cutoff	163.82	3,877,134.38	99.957%
Waste Management North	Refuse Disposal	145.35	3,877,279.73	99.960%
Aerex Pest Control	Exterminator - DPPS, Serv. Bldg, Pump & Motor Rm: May '03	138.00	3,877,417.73	99.964%
Choice Coffee Co.	Coffee	121.65	3,877,539.38	99.967%
Exito	Employment Advertisement: Assistant Water Operator	120.00	3,877,659.38	99.970%

DU PAGE WATER COMMISSION - ACCOUNTS PAYABLE 03-May-03 TO 05-Jun-03

VENDOR VOLUME
ACCOUNTS PAYABLE SPREADSHEET
06/12/03

VENDOR	DESCRIPTION	VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT %
Specialty Mat Service	Floor Mat Service: May 2003	114.50	3,877,773.88	99.973%
Nawrocki, Edward	Car Rental: TW-2 Valve Test	103.45	3,877,877.33	99.976%
United Radio Communications	Portable Radio	102.50	3,877,979.83	99.978%
Mel's Ace Hardware	Maintenance Supplies, Office Supplies	92.30	3,878,072.13	99.981%
Elmhurst Memorial Hospital	Pre-Employment Physical: R. Sanchez	85.00	3,878,157.13	99.983%
TelSpan	TeleConferencing: R. Benson Mtg. Of 4/10/03	82.03	3,878,239.16	99.985%
CDW Government, Inc.	Office Equipment Repairs	80.49	3,878,319.65	99.987%
Cintas First Aid & Safety	First Aid Supplies	80.35	3,878,400.00	99.989%
Quill	Office Supplies	73.01	3,878,473.01	99.991%
Reliable Office Supplies	Office Supplies	71.99	3,878,545.00	99.993%
Electric Machinery Company, Inc.	Pumping Operations	71.06	3,878,616.06	99.995%
Nextel Communications	Cellular Phone Serv.: 04/09/03-05/08/03	58.39	3,878,674.45	99.996%
Shell Credit Card Center	Gasoline	38.27	3,878,712.72	99.997%
Berland's House of Tools	Pipeline Supplies	36.75	3,878,749.47	99.998%
Menards - Hillside	Maintenance Supplies	31.35	3,878,780.82	99.999%
Tree Towns Repro Service	General Drafting Supplies	27.35	3,878,808.17	100.000%
Illinois Association of Chiefs of Police	Symposium on Criminal Background Checks	10.00	3,878,818.17	100.000%
King, Gary A., County Clerk of DuPage County	Audit Confirmation Fee	2.00	3,878,820.17	100.000%

DU PAGE WATER COMMISSION - ACCOUNTS PAYABLE 03-May-03 TO 05-Jun-03

VENDOR VOLUME
ACCOUNTS PAYABLE SPREADSHEET
06/12/03

VENDOR	DESCRIPTION	VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT	CUMULATIVE VENDOR AMOUNT %

Total Accounts Payable		3,878,820.17		
		=====		

From: Jim_Mochel@ajg.com [mailto:Jim_Mochel@ajg.com]
Sent: Thursday, June 05, 2003 10:44 AM
To: Rick Skiba
Cc: Kim_Gallo@ajg.com
Subject: Insurance Status

Rick,

As you know, we are attempting to replace your liability insurance carrier, Specialty National Insurance Company (part of Kemper Insurance) due to their deteriorating financial condition.

St. Paul Insurance has made an inspection of your operations and is working on giving us a quote. We are also awaiting a quote from American Alternative Insurance Corporation (part of American Re). We hope to have quotes within the next two weeks.

Finally, Susan Sugess, my assistant on your account, left our company on May 31st. Kim Gallo will be taking her place. Kim can be reached at 630.285.858.

Jim

James R. Mochel, CPCU, ARM
ARTHUR J. GALLAGHER RISK MANAGEMENT SERVICES, INC.
Public & Non-profit Division
Two Pierce Place
Itasca, IL 60143-3141
Tel. 630/285-4350, Fax 630/285-4062
jim_mochel@ajg.com