



# 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 MAY 2003 FINANCE COMMITTEE MEETING OF THE DU PAGE WATER COMMISSION WILL BE HELD AT 7:00 P.M. ON WEDNESDAY, MAY 7, 2003, AT ITS OFFICES LISTED BELOW. THE AGENDA FOR THE RESCHEDULED MAY 2003 REGULAR COMMITTEE MEETING IS AS FOLLOWS:**

## **AGENDA**

**FINANCE COMMITTEE  
WEDNESDAY, MAY 7, 2003  
7:00 P.M.**

**600 EAST BUTTERFIELD ROAD  
ELMHURST, IL 60126**

- I. Roll Call
- II. Approval of Minutes of April 10, 2003
- III. Treasurer's Report – April, 2003
- IV. Financial Statements – April, 2003
- V. Accounts Payable
- VI. Draft FY 2003-04 Appropriation
- 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 2003-05.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 APRIL 10, 2003**

The meeting was called to order at 6:30 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, J. Tenison, J. Janicik and B. Krajewski. Also in attendance: Commission Chairman M. Vondra (*ex officio*), W. Lichter (Manager, Village of Lombard), J. Holzwart and R. Skiba.

**MINUTES OF MEETINGS – JANUARY 9, 2003**

Motion by Commissioner Janicik, seconded by Commissioner Tenison, to approve the minutes of the January 9, 2003 Finance Committee meeting. This motion carried unanimously.

**MINUTES OF MEETINGS – JANUARY 15, 2003**

Motion by Commissioner Krajewski, seconded by Commissioner Janicik, to approve the minutes of the January 15, 2003 Special Finance Committee meeting. This motion carried unanimously.

**TREASURER'S REPORT – MARCH, 2003**

The Committee reviewed the March, 2003 Treasurer's Report. The Committee had no questions and will recommend acceptance of the report by the full Commission at its meeting of April 10, 2003.

**FINANCIAL STATEMENTS - MARCH, 2003**

The Committee reviewed the March, 2003 financial statements. After a brief discussion, there was a motion by Commissioner Janicik, seconded by Commissioner Krajewski to accept the financial statements for March, 2003.

**ACCOUNTS PAYABLE**

The Committee reviewed the accounts payable in the amount of \$3,123,704.92. There were no revisions. The Committee had no questions and will recommend approval of the accounts payable at the April 10, 2003 Commission meeting.

**ORDINANCE AND RESOLUTION REVIEW**

The Committee reviewed and recommended approval of the following ordinances and resolutions by the full Commission at its April 10, 2003 meeting:

- I. Ordinance O-2-03: Transfer of Appropriations Ordinance for the Fiscal Year Commencing May 1, 2002 and Ending April 30, 2003
- II. Ordinance O-3-03: An Ordinance Approving and Adopting an Annual Management Budget for the Fiscal Year Commencing May 1, 2003 and Ending April 30, 2004

- III. Ordinance O-4-03: An Ordinance Establishing a Water Rate for Operation and Maintenance Costs for the Fiscal Year Commencing May 1, 2003 and Ending April 30, 2004
- IV. Ordinance O-5-03: An Ordinance Establishing Fixed Costs to be Payable by Each Contract Customer for the Fiscal Year Commencing May 1, 2003 and Ending April 30, 2004
- V. Resolution R-8-03: A Resolution Directing the Transfer of the Excess Debt Service Reserve Account Balance to the General Account of the Water Fund
- VI. Resolution R-9-03: A Resolution Directing the Transfer of Certain Excess Account Balances to the General Account of the Water Fund
- VII. Resolution R-10-03: A Resolution Establishing the Policy of the DuPage Water Commission with Respect to Fund Balances and Construction and Rate Stabilization Reserves for the Fiscal Year Ending April 30, 2003

#### **POSSIBLE REFUNDING OF 1993 REVENUE BONDS**

Chairman Vondra asked the Finance Committee to not make a recommendation on hiring a financial advisor at this time. He asked that any discussion of the potential refunding be deferred to the meeting of the full Commission.

#### **LIABILITY INSURANCE CARRIER RATING**

Motion by Commissioner Janicik to recommend to the full Commission that staff be allowed to change liability insurance carriers to replace Specialty National Insurance Company. Seconded by Commissioner Tenison. Motion carried unanimously.

#### **ADJOURNMENT**

With no further business to come before the Committee, the meeting was adjourned at 7:15 p.m.



# DuPage Water Commission

## MEMORANDUM

TO: General Manager

FROM: Financial Administrator

DATE: May 2, 2003

SUBJECT: Financial Report – April 30, 2003

### **OVERALL FINANCIAL CONDITION**

The Commission's overall financial condition improved by \$21.1 million in fiscal year 2002-03. Total assets increased \$1.9 million. Liabilities have decreased by \$19.2 million. Total revenues were 2.1% less than budget and total operating expenses were 3.8% below budget. All requirements of the revenue bond ordinance have been met as of April 30, 2003.

The general obligation bond principal and interest payments are fully funded through March 1, 2004. These payments continue to be funded through the Commission's sales tax proceeds. In February, the Commission abated the calendar year 2002 property tax levy for these bond payments through March 1, 2004. Property taxes for these bond payments have been abated annually since 1986. In addition, \$7.7 million of sales tax funds have been used to reduce the customers' fixed cost payments for fiscal year 2002-03 by 43%. Though at a higher level for the current fiscal year, this is a continuation of a practice started in fiscal year 1997-98.

### **REVENUE ANALYSIS**

Water operations and maintenance revenues were 1.0% less than budget. Wet weather slowed May water sales. Beginning in June, extremely dry hot conditions helped the Commission set an all time monthly record for water deliveries in July: 3.8 billion gallons. Water sales from May through April were 32.0 billion gallons versus 29.1 billion gallons last fiscal year.

The operations and maintenance water rate increased \$0.01 per 1,000 gallons and the fixed cost rate dropped by \$0.11 per 1,000 gallons effective May 1, 2002. With this change in the water rate structure, operations and maintenance revenues were \$1.6 million more, and fixed cost revenues were \$3.2 million less than last year.

The national economic slow down has affected the Commission's sales tax receipts. After finishing fiscal year 2001-02 6.6% below budget, sales tax collections for the fiscal year, were \$1,638,000 (5.0%) less than fiscal year 2001-02. Based on the prior year's result, this budget line item was reduced 4.8% for fiscal year 2002-03. After a \$750,000 reduction in the year-end accrual for estimated unremitted sales taxes, this revenue source was 8.9% below budget. Despite this decline, the Commission had sufficient

sales tax funds available to complete all budgeted construction as well as continuing the abatement of general obligation bond property taxes in February and the 43% support of annual revenue bond debt service requirements.

Falling interest rates have caused an increase in investment market values. As a result of these market fluctuations, investment income was 28.2% above budget. Statement 31 of the Governmental Accounting Standards Board requires investments be reported at fair market value. The Commission invests for yield and, except in extremely rare situations, holds investments until maturity.

A number of these investments were purchased when market yields were higher and are being held because the current market cannot match those yields. The market value of these investments exceeds their value at maturity by approximately \$2.8 million. Due to the Commission's practice of investing to maturity, this market-based income likely will not be realized. On April 30, 2002, Commission's investments were earning approximately 2.5%. Average yields are currently about 2.0%. This revenue source was \$218,800 less than last fiscal year.

Other income was derived from construction reimbursements for additional and emergency metering facilities. The projects, now completed, are new metering stations for the Cities of Naperville and Oakbrook Terrace and an emergency connection for the Village of Schaumburg. Schaumburg's regular water supply comes from another wholesale water agency.

### **EXPENSE ANALYSIS**

Overall direct water supply costs were 1.2% over budget, and \$5.6 million more than last fiscal year. Water purchases from the City of Chicago from May through April were 7.0% more than the same period last fiscal year. Coupled with a 4% Chicago water rate increase and higher electric costs, this increased water purchases from the City by \$2.7 million during the fiscal year. Repairs to the DuPage Pumping Station heating system and the blow-off valve repair project added an additional \$1.9 million not incurred in the previous fiscal year.

Bond interest costs are 13.4% (\$2,060,000) less than the previous fiscal period due to a bond refinancing in December, 2001 and reductions in outstanding bond principal. This line item is below budget and will remain so for the entire fiscal year due to a budgeting error. A \$935,000 premium amortization was budgeted as a discount. This resulted in a \$1.87 million favorable budget variance at fiscal year end.

Contract services in the amount of \$200,000 was budgeted for soil testing in conjunction with the blow-off valve repair project. The magnitude of these services was less than anticipated in the budget. The contractual service budget also included \$300,000 for a corrosion survey. This work has been rebudgeted for next fiscal year.

Insurance costs are substantially more than the prior fiscal year, but significantly less than the current fiscal year budget. Rising property insurance costs are the reason for the change from last fiscal year. Additionally, the Commission had to increase property

insurance deductibles, which caused the Commission to increase its self-insurance budget line item by nearly \$1.0 million. No self-insured losses were incurred.

Personnel costs are less than budgeted due to positions unfilled earlier in the fiscal year. Group health costs were less than expected due to a change in insurance carriers on January 1, 2003.

The Commission is working with the County of DuPage and the municipalities within the county to solve a water quality issue involving unincorporated areas not presently receiving a Lake Michigan water supply. In this process, the Commission has agreed to incur some legal costs not initially budgeted. This increase in professional service costs will not adversely affect the Commission's water rate.

### **CONSTRUCTION PROJECTS**

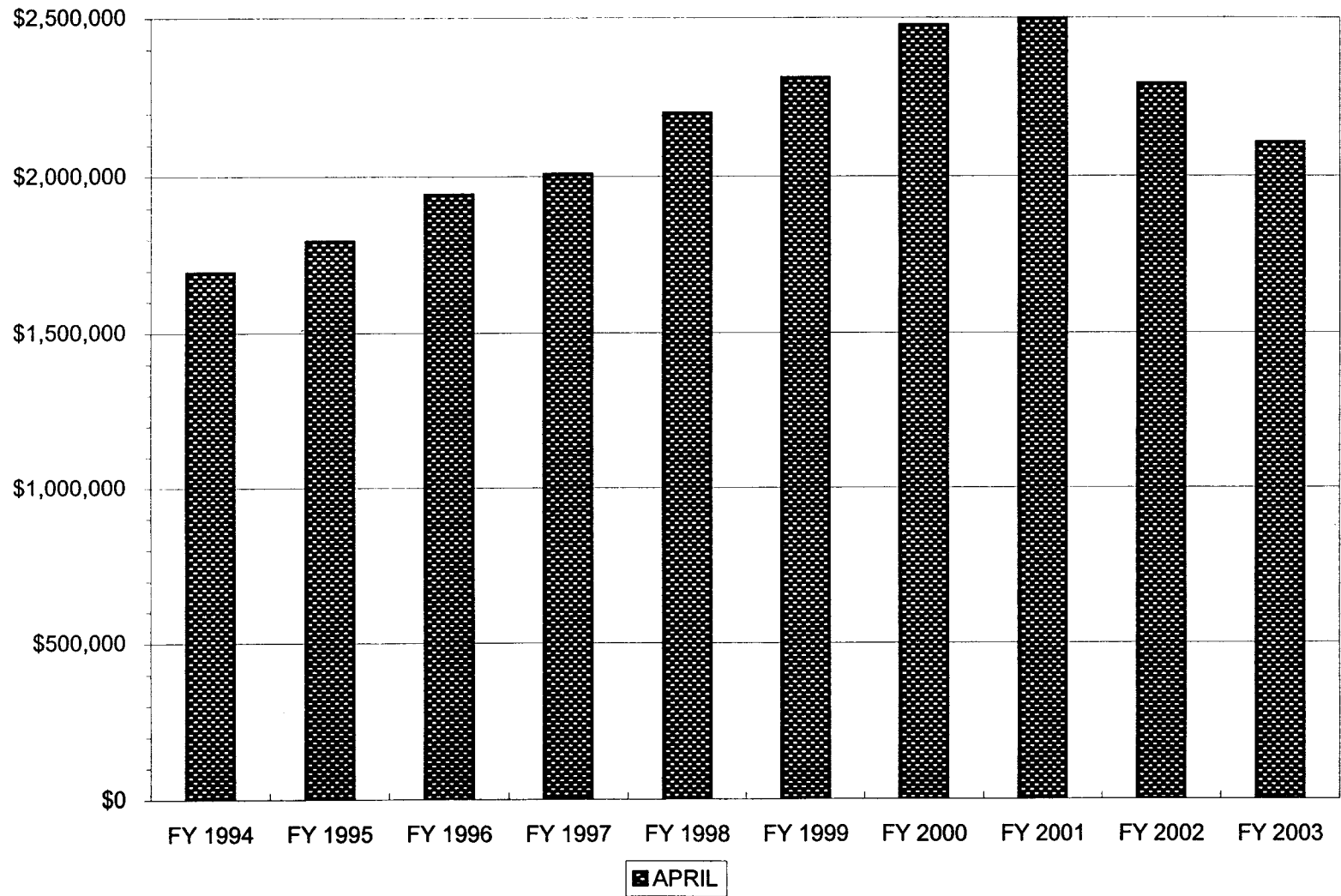
For control purposes, the Commission budgets a line item for construction costs during the fiscal year. For financial reporting purposes these costs are capitalized on an interim basis until fiscal year end. The under budget condition relates to postponing the construction of an engine generator facility until next fiscal year.

### **INVESTMENT PORTFOLIO**

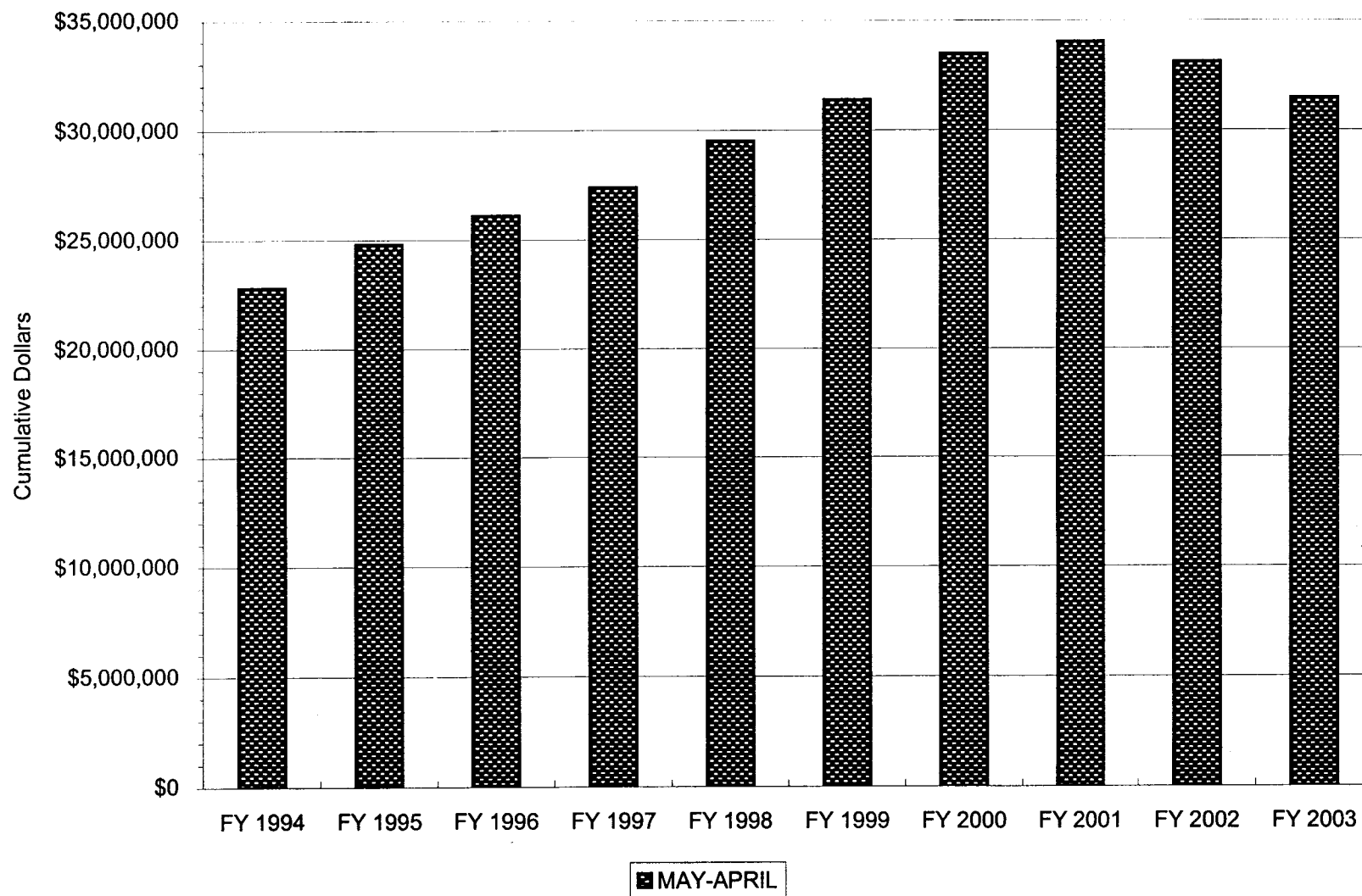
The Commission's investment portfolio has a market value of \$203.2 million. It is earning 1.27% based on market yield and 2.04% based on original purchase price. The benchmark yield adopted by the Commission was 1.00% at April 30, 2003.

Commission funds are invested as follows: United States Treasury obligations (34.4%), United States Agency obligations (30.3%), the Illinois Funds Money Market Fund (8.0%), the Illinois Funds Prime Funds (8.2%), certificates of deposit (12.3%) and government money market funds (6.8%).

# DuPage Water Commission Sales Tax Collected - Current Month



**DuPage Water Commission  
Sales Tax Collections - Year to Date**





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	194,907.97	172,541.74	21,748.20	0.00	0.00	618.03	0.00	0.00	0.00
INVESTMENTS	203,225,846.45	2,857,866.66	10,358,954.81	4,113,953.75	9,605,000.00	17,856,686.40	10,407,758.51	5,181,188.84	142,844,437.48
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	6,067,706.55	6,067,706.55	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	373,045.87	373,045.87	0.00	0.00	0.00	0.00	0.00	0.00	0.00
INTEREST RECEIVABLE	1,351,792.66	0.00	0.00	111.10	160.22	0.00	97,395.83	0.00	1,254,125.51
INVENTORIES & PREPAIDS	646,487.03	646,487.03	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FIXED ASSETS	426,099,405.44	426,099,405.44	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CONSTRUCTION IN PROGRESS	19,655,993.80	19,655,993.80	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LESS: ACCUMULATED DEPRECIATION	(66,079,767.06)	(66,079,767.06)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DEFERRED WATER SUPPLY CONTRACT COST	12,414,247.47	12,414,247.47	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL ASSETS</b>	<b>611,119,666.18</b>	<b>402,207,527.50</b>	<b>10,380,703.01</b>	<b>4,114,064.85</b>	<b>9,605,160.22</b>	<b>17,857,304.43</b>	<b>10,505,154.34</b>	<b>5,181,188.84</b>	<b>151,268,562.99</b>
<b>LIABILITIES &amp; EQUITY</b>									
ACCOUNTS PAYABLE	3,335,693.80	0.00	3,335,693.80	0.00	0.00	0.00	0.00	0.00	0.00
ACCRUED PAYROLL & TAXES	244,642.46	0.00	244,642.46	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	18,415,000.00	0.00	0.00	0.00	9,605,000.00	0.00	0.00	0.00	8,810,000.00
ACCRUED INTEREST	4,831,062.08	0.00	0.00	4,113,953.75	0.00	0.00	0.00	0.00	717,108.33
ACCRUED LIABILITIES	377,648.80	0.00	377,648.80	0.00	0.00	0.00	0.00	0.00	0.00
CONTRACT RETENTION	1,170,140.78	0.00	1,170,140.78	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	3,030,408.40	3,030,408.40	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LONG TERM BONDS PAYABLE	210,902,696.99	210,902,696.99	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL LIABILITIES</b>	<b>242,307,293.31</b>	<b>213,933,105.39</b>	<b>5,128,125.84</b>	<b>4,113,953.75</b>	<b>9,605,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>9,527,108.33</b>
<b>NET ASSETS</b>									
UNRESTRICTED FUNDS									
HELD FOR EMERGENCY REPAIRS AND OTHER CONTINGENCIES (a)	28,100,000.00	0.00	0.00	0.00	0.00	20,091.93	0.00	181,188.84	27,898,719.23
RESERVED FOR WATER RATE STABILIZATION	45,005,162.05	7,087,239.45	0.00	0.00	0.00	0.00	0.00	0.00	37,917,922.60
RESERVED FOR THE ACQUISITION OF CAPITAL ASSETS	49,512,314.14	0.00	0.00	0.00	0.00	0.00	0.00	0.00	49,512,314.14
<b>TOTAL UNRESTRICTED FUNDS</b>	<b>122,617,476.19</b>	<b>7,087,239.45</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>20,091.93</b>	<b>0.00</b>	<b>181,188.84</b>	<b>115,328,955.97</b>
RESTRICTED BY ORDINANCE/RESOLUTION	65,007,714.02	0.00	5,252,577.17	111.10	160.22	17,837,212.50	10,505,154.34	5,000,000.00	26,412,498.69
INVESTED IN PROPERTY PLANT AND EQUIPMENT	181,187,182.66	181,187,182.66	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL NET ASSETS</b>	<b>368,812,372.87</b>	<b>188,274,422.11</b>	<b>5,252,577.17</b>	<b>111.10</b>	<b>160.22</b>	<b>17,857,304.43</b>	<b>10,505,154.34</b>	<b>5,181,188.84</b>	<b>141,741,454.66</b>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>611,119,666.18</b>	<b>402,207,527.50</b>	<b>10,380,703.01</b>	<b>4,114,064.85</b>	<b>9,605,160.22</b>	<b>17,857,304.43</b>	<b>10,505,154.34</b>	<b>5,181,188.84</b>	<b>151,268,562.99</b>

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  
April 30, 2003

PAGE 7

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	142,844,437.48	53,125,030.41	76,568,531.46	13,150,875.61
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	1,254,125.51	497,135.42	690,111.68	66,878.41
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
<b>TOTAL ASSETS</b>	<b>151,268,562.99</b>	<b>53,622,165.83</b>	<b>84,428,643.14</b>	<b>13,217,754.02</b>
<b>LIABILITIES &amp; EQUITY</b>				
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	717,108.33	0.00	0.00	717,108.33
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
<b>TOTAL LIABILITIES</b>	<b>9,527,108.33</b>	<b>0.00</b>	<b>0.00</b>	<b>9,527,108.33</b>
<b>NET ASSETS</b>				
UNRESTRICTED FUNDS (R-10-03)				
HELD FOR EMERGENCY REPAIRS AND OTHER CONTINGENCIES	27,898,719.23	11,898,719.23	16,000,000.00	0.00
RESERVED FOR WATER RATE STABILIZATION	37,917,922.60	37,917,922.60	0.00	0.00
RESERVED FOR THE ACQUISITION OF CAPITAL ASSETS	49,512,314.14	0.00	49,512,314.14	0.00
<b>TOTAL UNRESTRICTED FUNDS</b>	<b>115,328,955.97</b>	<b>49,816,641.83</b>	<b>65,512,314.14</b>	<b>0.00</b>
RESTRICTED BY ORDINANCE/RESOLUTION	26,412,498.69	3,805,524.00	18,916,329.00	3,690,645.69
INVESTED IN PROPERTY PLANT AND EQUIPMENT	0.00	0.00	0.00	0.00
<b>TOTAL NET ASSETS</b>	<b>141,741,454.66</b>	<b>53,622,165.83</b>	<b>84,428,643.14</b>	<b>3,690,645.69</b>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>151,268,562.99</b>	<b>53,622,165.83</b>	<b>84,428,643.14</b>	<b>13,217,754.02</b>

DU PAGE WATER COMMISSION  
WATER FUND  
GENERAL LEDGER  
STATEMENT OF REVENUES & EXPENDITURES  
April 30, 2003

PAGE 8

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	3,134,136.72	42,819,533.83	43,256,125.00	(436,591.17)	99.0%
FIXED COST REVENUES	847,063.17	10,164,757.94	10,164,758.00	(0.06)	100.0%
SUBSEQUENT CUSTOMER DIFFERENTIAL REVENUE	78,350.27	983,841.56	1,005,634.00	(21,792.44)	97.8%
EMERGENCY WATER SERVICE	364.65	10,748.70	0.00	10,748.70	N/A
SALES TAXES	1,356,121.28	30,704,457.16	33,717,690.00	(3,013,232.84)	91.1%
INVESTMENT INCOME	276,665.47	5,808,624.00	4,531,250.00	1,277,374.00	128.2%
OTHER INCOME	31,613.03	569,492.87	370,750.00	198,742.87	153.6%
<b>TOTAL REVENUE</b>	<b>5,724,314.59</b>	<b>91,061,456.06</b>	<b>93,046,207.00</b>	<b>(1,984,750.94)</b>	<b>97.9%</b>
<b>EXPENSES</b>					
PERSONAL SERVICES	220,529.46	2,319,648.33	2,434,103.00	114,454.67	95.3%
PROFESSIONAL SERVICES	112,043.15	506,650.50	249,320.00	(257,330.50)	203.2%
CONTRACTUAL SERVICES	33,992.57	310,754.19	737,400.00	426,645.81	42.1%
INSURANCE	2,757.00	662,113.49	1,493,781.00	831,667.51	44.3%
ADMINISTRATIVE COSTS	5,905.65	102,234.19	131,520.00	29,285.81	77.7%
WATER SUPPLY COSTS	3,648,259.66	46,311,418.27	45,768,774.00	(542,644.27)	101.2%
BOND INTEREST EXPENSE	1,092,053.96	13,347,632.40	15,218,089.00	1,870,456.60	87.7%
LAND AND RIGHT OF WAY	0.00	3,495.00	5,995.00	2,500.00	58.3%
DEPRECIATION/CAPITAL EQUIPMENT PURCHASES	530,777.05	6,393,308.13	6,698,472.00	305,163.87	95.4%
<b>TOTAL OPERATING EXPENSES</b>	<b>5,646,318.50</b>	<b>69,957,254.50</b>	<b>72,737,454.00</b>	<b>2,780,199.50</b>	<b>96.2%</b>
<b>NET OPERATING INCOME</b>	<b>77,996.09</b>	<b>21,104,201.56</b>	<b>20,308,753.00</b>	<b>795,448.56</b>	<b>103.9%</b>
CONSTRUCTION EXPENDITURES	86,945.13	5,782,598.79	8,283,500.00	2,500,901.21	69.8%
<b>NET FUND TRANSACTIONS</b>	<b>(8,949.04)</b>	<b>15,321,602.77</b>	<b>12,025,253.00</b>	<b>3,296,349.77</b>	<b>127.4%</b>
BEGINNING NET ASSETS		347,708,171.31			
ADD CONSTRUCTION EXPENDITURES TO BE CAPITALIZED		5,782,598.79			
<b>ENDING NET ASSETS</b>		<b>368,812,372.87</b>			

DU PAGE WATER COMMISSION  
WATER FUND  
GENERAL LEDGER  
BALANCE SHEET - COMPARISON TO PRIOR FISCAL YEAR  
April 30, 2003

PAGE 9

	April 30, 2003 TOTAL WATER FUND (ALL ACCOUNTS)	April 30, 2002 TOTAL WATER FUND (ALL ACCOUNTS)	INCREASE (DECREASE) VS. PRIOR FISCAL YEAR
<b>ASSETS</b>			
CASH	194,907.97	14,929.52	179,978.45
INVESTMENTS	203,225,846.45	191,681,844.80	11,544,201.65
DUE FROM OTHER FUNDS	0.00	0.00	0.00
CUSTOMER ACCOUNTS RECEIVABLE	6,067,706.55	6,082,165.09	(14,458.54)
SALES TAX RECEIVABLE	7,170,000.00	7,920,000.00	(750,000.00)
ACCOUNTS RECEIVABLE-OTHER	373,045.87	1,287,832.41	(914,786.54)
INTEREST RECEIVABLE	1,351,792.66	1,243,835.01	107,957.65
INVENTORIES & PREPAIDS	646,487.03	531,437.50	115,049.53
FIXED ASSETS	426,099,405.44	420,316,806.65	5,782,598.79
CONSTRUCTION IN PROGRESS	19,655,993.80	19,655,993.80	0.00
LESS: ACCUMULATED DEPRECIATION	(66,079,767.06)	(59,785,050.29)	(6,294,716.77)
DEFERRED WATER SUPPLY CONTRACT COST	12,414,247.47	20,221,726.40	(7,807,478.93)
<b>TOTAL ASSETS</b>	<b>611,119,666.18</b>	<b>609,171,320.89</b>	<b>1,948,345.29</b>
<b>LIABILITIES &amp; EQUITY</b>			
ACCOUNTS PAYABLE	3,335,693.80	3,982,867.90	(647,174.10)
ACCRUED PAYROLL & TAXES	244,642.46	197,760.38	46,882.08
DUE TO OTHER FUNDS	0.00	0.00	0.00
BONDS PAYABLE CURRENT	18,415,000.00	17,550,000.00	865,000.00
ACCRUED INTEREST	4,831,062.08	5,129,812.08	(298,750.00)
ACCRUED LIABILITIES	377,648.80	465,903.63	(88,254.83)
CONTRACT RETENTION	1,170,140.78	1,999,014.59	(828,873.81)
OTHER DEPOSITS AND DEFERRED CREDITS	0.00	0.00	0.00
DEFERRED REVENUE	3,030,408.40	3,287,168.91	(256,760.51)
LONG TERM BONDS PAYABLE	210,902,696.99	228,850,622.09	(17,947,925.10)
<b>TOTAL LIABILITIES</b>	<b>242,307,293.31</b>	<b>261,463,149.58</b>	<b>(19,155,856.27)</b>
<b>NET ASSETS</b>			
UNRESTRICTED FUNDS			
HELD FOR EMERGENCY REPAIRS AND OTHER CONTINGENCIES (a)	28,100,000.00	27,300,000.00	800,000.00
RESERVED FOR WATER RATE STABILIZATION	45,005,162.05	46,471,405.89	(1,466,243.84)
RESERVED FOR THE ACQUISITION OF CAPITAL ASSETS	49,512,314.14	53,471,628.45	(3,959,314.31)
<b>TOTAL UNRESTRICTED FUNDS</b>	<b>122,617,476.19</b>	<b>127,243,034.34</b>	<b>(4,625,558.15)</b>
RESTRICTED BY ORDINANCE/RESOLUTION	65,007,714.02	48,906,282.50	16,101,431.52
INVESTED IN PROPERTY PLANT AND EQUIPMENT	181,187,182.66	171,558,854.47	9,628,328.19
<b>TOTAL NET ASSETS</b>	<b>368,812,372.87</b>	<b>347,708,171.31</b>	<b>21,104,201.56</b>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>611,119,666.18</b>	<b>609,171,320.89</b>	<b>1,948,345.29</b>

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  
COMPARATIVE STATEMENT OF REVENUES & EXPENDITURES  
April 30, 2003

PAGE 10

REVENUE	April 30, 2003 Y-T-D CURRENT FISCAL YEAR	April 30, 2002 Y-T-D PRIOR FISCAL YEAR	INCREASE (DECREASE)	% INCREASE (% DECREASE)
OPERATIONS & MAINTENANCE REVENUES	42,819,533.83	41,228,304.19	1,591,229.64	3.9%
FIXED COST REVENUES	10,164,757.94	13,376,556.12	(3,211,798.18)	-24.0%
SUBSEQUENT CUSTOMER DIFFERENTIAL REVENUE	983,841.56	901,353.52	82,488.04	9.2%
EMERGENCY WATER SERVICE	10,748.70	0.00	10,748.70	N/A
SALES TAXES	30,704,457.16	33,062,483.89	(2,358,026.73)	-7.1%
INVESTMENT INCOME	5,808,624.00	6,027,425.66	(218,801.66)	-3.6%
OTHER INCOME	569,492.87	3,002,774.32	(2,433,281.45)	-81.0%
<b>TOTAL REVENUE</b>	<b>91,061,456.06</b>	<b>97,598,897.70</b>	<b>(6,537,441.64)</b>	<b>-6.7%</b>
EXPENSES				
PERSONAL SERVICES	2,319,648.33	2,116,275.32	203,373.01	9.6%
PROFESSIONAL SERVICES	506,650.50	236,106.05	270,544.45	114.6%
CONTRACTUAL SERVICES	310,754.19	295,891.62	14,862.57	5.0%
INSURANCE	662,113.49	506,204.17	155,909.32	30.8%
ADMINISTRATIVE COSTS	102,234.19	95,775.12	6,459.07	6.7%
WATER SUPPLY COSTS	46,311,418.27	40,745,833.20	5,565,585.07	13.7%
BOND INTEREST EXPENSE	13,347,632.40	15,407,362.72	(2,059,730.32)	-13.4%
LAND AND RIGHT OF WAY	3,495.00	3,495.00	0.00	0.0%
DEPRECIATION/CAPITAL EQUIPMENT PURCHASES	6,393,308.13	6,323,022.36	70,285.77	1.1%
<b>TOTAL OPERATING EXPENSES</b>	<b>69,957,254.50</b>	<b>65,729,965.56</b>	<b>4,227,288.94</b>	<b>6.4%</b>
NET OPERATING INCOME	21,104,201.56	31,868,932.14	(10,764,730.58)	-33.8%
CONSTRUCTION EXPENDITURES	5,782,598.79	10,817,719.63	(5,035,120.84)	-46.5%
<b>NET FUND TRANSACTIONS</b>	<b>15,321,602.77</b>	<b>21,051,212.51</b>	<b>(5,729,609.74)</b>	<b>-27.2%</b>
BEGINNING NET ASSETS	347,708,171.31	315,839,239.17		
ADD CONSTRUCTION EXPENDITURES TO BE CAPITALIZED	5,782,598.79	10,817,719.63		
<b>ENDING NET ASSETS</b>	<b>368,812,372.87</b>	<b>347,708,171.31</b>		

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 04/30/03	BID PRICE 04/30/03
<b>Water Fund Depository Accounts (WF-1210)</b>											
Illinois Funds-Money Market	1.176%	04/30/03	05/01/03	1.176%	1.176%	\$ 1,080,395.74	\$ 1,080,395.74	\$ -	\$ 1,080,395.74	\$ -	100.000
Illinois Funds-Prime Fund	1.249%	04/30/03	05/01/03	1.249%	1.249%	1,777,470.92	1,777,470.92	-	1,777,470.92	-	100.000
				1.221%	1.221%	\$ 2,857,866.66	\$ 2,857,866.66	\$ -	\$ 2,857,866.66	\$ -	
<b>Water Fund Oper. &amp; Maint. Acct. (WF-1211)</b>											
Illinois Funds-Money Market	1.176%	04/30/03	05/01/03	1.176%	1.176%	\$ 5,345,930.02	\$ 5,345,930.02	\$ -	\$ 5,345,930.02	\$ -	100.000
Illinois Funds-Prime Fund	1.249%	04/30/03	05/01/03	1.249%	1.249%	5,013,024.79	5,013,024.79	-	5,013,024.79	-	100.000
				1.211%	1.211%	\$ 10,358,954.81	\$ 10,358,954.81	\$ -	\$ 10,358,954.81	\$ -	
<b>Revenue Bond Interest Account (WF-1212)</b>											
One Group Government Money Market	0.558%	04/30/03	05/01/03	0.558%	0.558%	\$ 4,113,953.75	\$ 4,113,953.75	\$ -	\$ 4,113,953.75	\$ 111.10	100.000
				0.558%	0.558%	\$ 4,113,953.75	\$ 4,113,953.75	\$ -	\$ 4,113,953.75	\$ 111.10	
<b>Revenue Bond Principal (WF-1213)</b>											
One Group Government Money Market	0.558%	04/30/03	05/01/03	0.558%	0.558%	\$ 9,605,000.00	\$ 9,605,000.00	\$ -	\$ 9,605,000.00	\$ 160.22	100.000
				0.558%	0.558%	\$ 9,605,000.00	\$ 9,605,000.00	\$ -	\$ 9,605,000.00	\$ 160.22	
<b>Revenue Bond Debt Svc. Reserve (WF-1214)</b>											
U. S. Treas. Bills (Bank One Trust)	0.000%	04/24/03	10/23/03	1.175%	1.130%	\$ 17,955,000.00	\$ 17,856,686.40	\$ 6,301.71	\$ 17,850,384.69	\$ -	99.452
				1.175%	1.130%	\$ 17,955,000.00	\$ 17,856,686.40	\$ 6,301.71	\$ 17,850,384.69	\$ -	
<b>Water Fund Oper. &amp; Maint. Res. (WF-1215)</b>											
Illinois Funds-Money Market	1.176%	04/30/03	05/01/03	1.176%	1.176%	\$ 1,049,868.62	\$ 1,049,868.62	\$ -	\$ 1,049,868.62	\$ -	100.000
Illinois Funds-Prime Fund	1.249%	04/30/03	05/01/03	1.249%	1.249%	188,827.39	188,827.39	-	188,827.39	-	100.000
U. S. Treas. Notes (Bank One Capital Markets)	4.250%	12/12/01	11/15/03	2.967%	1.100%	5,000,000.00	5,082,812.50	(36,132.81)	5,118,945.31	97,395.83	101.656
U. S. Treas. Notes (RBC Dain Rauscher)	3.375%	06/13/02	04/30/04	2.957%	1.150%	4,000,000.00	4,086,250.00	56,250.00	4,030,000.00	-	102.156
				2.751%	1.130%	\$ 10,238,696.01	\$ 10,407,758.51	\$ 20,117.19	\$ 10,387,641.32	\$ 97,395.83	
<b>Water Fund Depreciation Account (WF-1216)</b>											
Illinois Funds-Money Market	1.176%	04/30/03	05/01/03	1.176%	1.176%	\$ 340,909.99	\$ 340,909.99	\$ -	\$ 340,909.99	\$ -	100.000
Illinois Funds-Prime Fund	1.249%	04/30/03	05/01/03	1.249%	1.249%	754,028.85	754,028.85	-	754,028.85	-	100.000
U. S. Treas. Notes (RBC Dain Rauscher)	3.375%	06/13/02	04/30/04	2.957%	1.150%	4,000,000.00	4,086,250.00	56,250.00	4,030,000.00	-	102.156
				2.591%	1.166%	\$ 5,094,938.84	\$ 5,181,188.84	\$ 56,250.00	\$ 5,124,938.84	\$ -	

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 04/30/03	BID PRICE 04/30/03
<b>Water Fund General Account (WF-1217)</b>											
Illinois Funds-Money Market	1.176%	04/30/03	05/01/03	1.176%	1.176%	\$ 2,414,911.20	\$ 2,414,911.20	\$ -	\$ 2,414,911.20	\$ -	100.000
Illinois Funds-Prime Fund	1.249%	04/30/03	05/01/03	1.249%	1.249%	4,488,494.21	4,488,494.21	-	4,488,494.21	-	100.000
U. S. Treas. Strip-int (ABN AMRO)	0.000%	03/19/02	05/15/03	2.661%	1.050%	10,000,000.00	9,996,875.00	298,099.50	9,698,775.50	-	99.969
F.H.L.B. (D. Rauscher)	6.875%	11/30/01	08/15/03	2.951%	1.146%	5,000,000.00	5,082,000.00	(242,318.14)	5,324,318.14	71,614.58	101.640
F.H.L.B. (D L J)	3.750%	11/13/02	02/13/04	1.569%	1.190%	10,000,000.00	10,199,000.00	(71,367.60)	10,270,367.60	78,125.00	101.990
U. S. Treas. Notes (Dain Rauscher)	7.250%	01/31/02	05/15/04	3.204%	1.150%	10,000,000.00	10,625,000.00	(259,300.00)	10,884,300.00	332,291.67	106.250
F.H.L.B. (RBC D. Rauscher)	3.625%	06/14/02	10/15/04	3.403%	1.350%	10,000,000.00	10,318,750.00	271,093.75	10,047,656.25	15,104.17	103.188
				2.545%	1.187%	\$ 51,903,405.41	\$ 53,125,030.41	\$ (3,792.49)	\$ 53,128,822.90	\$ 497,135.42	
<b>Sales Tax Funds (WF-1230)</b>											
Illinois Funds-Money Market	1.176%	04/30/03	05/01/03	1.176%	1.176%	\$ 6,053,895.73	\$ 6,053,895.73	\$ -	\$ 6,053,895.73	\$ -	100.000
Illinois Funds-Prime Fund	1.249%	04/30/03	05/01/03	1.249%	1.249%	4,386,948.23	4,386,948.23	-	4,386,948.23	-	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	26,054.79	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	140,491.13	100.000
F.H.L.B. (D. Rauscher)	6.875%	11/30/01	08/15/03	2.951%	1.146%	5,000,000.00	5,082,000.00	(242,318.14)	5,324,318.14	71,614.58	101.640
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	868.70	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	64,438.36	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	29,342.47	100.000
U. S. Treas. Notes (Bank One Capital Markets)	4.250%	12/12/01	11/15/03	2.967%	1.100%	5,000,000.00	5,082,812.50	(36,132.82)	5,118,945.32	97,395.83	101.656
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	6,780.82	100.000
F.H.L.B. (ABN AMRO)	3.375%	06/21/02	05/14/04	3.002%	1.270%	10,000,000.00	10,216,000.00	147,250.00	10,068,750.00	154,687.50	102.160
F.H.L.B. (RBC D. Rauscher)	3.625%	09/12/02	10/15/04	2.400%	1.350%	10,000,000.00	10,318,750.00	70,950.00	10,247,800.00	15,104.17	103.188
F.H.L.B. (RBC D. Rauscher)	4.000%	10/17/02	02/15/05	2.462%	1.520%	10,000,000.00	10,428,125.00	83,625.00	10,344,500.00	83,333.33	104.281
				2.306%	1.561%	\$ 75,440,843.96	\$ 76,568,531.46	\$ 23,374.04	\$ 76,545,157.42	\$ 690,111.68	
<b>2001 G. O. Bonds Debt Service (WF-1243)</b>											
ABN AMRO Government Money Market	0.995%	04/30/03	05/01/03	0.995%	0.995%	\$ 2,407.17	\$ 2,407.17	\$ -	\$ 2,407.17	\$ 1.95	100.000
U. S. Treas. Notes (LaSalle Bank)	3.625%	02/28/03	08/31/03	1.156%	1.110%	1,955,000.00	1,970,273.44	(8,629.49)	1,978,902.93	11,811.46	100.781
U. S. Treas. Notes (LaSalle Bank)	3.000%	02/28/03	02/29/04	1.219%	1.120%	10,388,000.00	10,543,820.00	(27,187.34)	10,571,007.34	51,940.00	101.500
U. S. Treas. Notes (LaSalle Bank)	3.000%	03/05/03	02/29/04	1.052%	1.120%	287,000.00	291,305.00	(1,165.94)	292,470.94	1,435.00	101.500
U. S. Treas. Notes (LaSalle Bank)	3.000%	03/07/03	02/29/04	1.073%	1.120%	338,000.00	343,070.00	(1,267.50)	344,337.50	1,690.00	101.500
				1.202%	1.118%	\$ 12,970,407.17	\$ 13,150,875.61	\$ (38,250.27)	\$ 13,189,125.88	\$ 66,878.41	
TOTAL ALL FUNDS				2.039%	1.274%	\$ 200,539,066.61	\$ 203,225,846.45	\$ 64,000.18	\$ 203,161,846.27	\$ 1,351,792.66	
April 30, 2003				90 DAY US TREASURY YIELD	1.000%						



# DuPage Water Commission

## MEMORANDUM

TO: General Manager

FROM: Financial Administrator

DATE: April 30, 2003

SUBJECT: Fiscal Year 2003-04 Annual Appropriation Ordinance

The annual appropriation ordinance has been drafted. If accepted at the May 7, 2003 Commission meeting, it will be placed on file in the Commission's offices in accordance with state statute. Notice of a public hearing at the June 12, 2003 Commission meeting will be made.

The accompanying schedule shows the relationship between the appropriation ordinance and the fiscal year 2003-04 budget. With three exceptions related to the change in the Commission's pension plan, salaries have been appropriated at 105% of budget, other operating expenditures at 125% of budget. Capital expenditures and transfers between funds are appropriated at higher amounts to insure that the Commission, not the staff, has the authority to accelerate capital projects and be able to access all Commission funds available to it during the fiscal year. These factors are not contained within the official appropriation ordinance.

The Commission must adopt this ordinance before July 31, 2003. This ordinance will be scheduled for adoption at the June 12, 2003 Commission meeting after the public hearing.

/bss  
Attachment

CC: Finance Committee  
Chairman and Commissioners



# DRAFT

## LEGAL NOTICE

**NOTICE OF PUBLIC HEARING ON  
BUDGET AND APPROPRIATION ORDINANCE  
PURSUANT TO THE ILLINOIS MUNICIPAL BUDGET LAW  
BY THE BOARD OF COMMISSIONERS OF THE  
DU PAGE WATER COMMISSION**

PUBLIC NOTICE IS HEREBY GIVEN that on June 12, 2003 at 7:30 p.m., a public hearing will be held by The Chairman and Board of Commissioners of the DuPage Water Commission, DuPage, Cook and Will Counties, Illinois at the Office of the Commission, 600 East Butterfield Road, Elmhurst, Illinois, for the purpose of considering the 2003-2004 budget and appropriation ordinance in accordance with the Illinois Municipal Budget Law, 50 ILCS 330/1 et seq.

Copies of the tentative budget and appropriation ordinance are available for public inspection between the hours of 8:30 a.m. and 4:00 p.m., Monday through Friday, at 600 East Butterfield Road, Elmhurst, Illinois. Citizens attending the hearing shall have the right to provide written and oral comments and ask questions concerning the budget and appropriation ordinance.

# DRAFT

Jack D. Tenison  
Clerk  
DuPage Water Commission

# DRAFT

DU PAGE WATER COMMISSION

ORDINANCE NO. O-APPROP-03

Annual Budget and Appropriation Ordinance  
for the Fiscal Year Commencing  
May 1, 2003 and Ending April 30, 2004

BE IT ORDAINED by the Board of Commissioners of the DuPage Water  
Commission, Counties of DuPage, Cook and Will, Illinois, as follows:

SECTION ONE: That the following sums are authorized by law and the same are  
hereby appropriated for the Water Fund, the Revenue Bond Construction Fund, the  
Corporate Fund and the Arbitrage Rebate Fund of the DuPage Water Commission, for the  
objects and purposes hereinafter specified during the fiscal year commencing May 1, 2003  
and ending April 30, 2004 and that the sums of money hereinafter set forth are deemed  
necessary to defray all necessary expenses and liabilities of the DuPage Water  
Commission for said period:

# DRAFT

**DRAFT**

COLUMNS NOT PUBLISHED

ACCT #	ACCOUNT TITLE	BUDGET/ APPROPRIATION AMOUNT	APPROPRIATION FACTOR	FY 2004 BUDGET TOTALS
WATER FUND REVENUES				
WF-5110	OPERATIONS & MAINTENANCE PAYMENTS	45,479,533	100.00%	45,479,533
WF-5120	FIXED COST PAYMENTS	8,916,329	100.00%	8,916,329
WF-5130	SUBSEQUENT CUSTOMER RATE DIFFERENTIAL	1,023,572	100.00%	1,023,572
WF-5140	EMERGENCY WATER SERVICE	29,059	100.00%	29,059
WF-5200	PROPERTY TAXES	0	100.00%	0
WF-5300	SALES TAXES	32,555,791	100.00%	32,555,791
WF-5810	INTEREST INCOME FROM INVESTMENTS	6,080,000	100.00%	6,080,000
WF-5900	OTHER INCOME	56,300	100.00%	56,300
TOTAL WATER FUND REVENUES		94,140,584		94,140,584
WATER FUND EXPENDITURES				
WF-1700	COST OF FIXED ASSETS ACQUIRED	27,726,000	N/A	0
WF-3330	GENERAL OBLIGATION BOND PRINCIPAL PAYMENTS	8,400,000	N/A	0
WF-3340	REVENUE BOND PRINCIPAL PAYMENTS	9,605,000	N/A	0
WF-4300	CUSTOMER REBATES	77,332,489	N/A	0
WF-6110	SALARIES OF COMMISSION PERSONNEL	4,208,141	225.00%	1,870,285
WF-6121	COST OF PENSION PROGRAM	2,805,425	1250.00%	224,434
WF-6122	COST OF MEDICAL/LIFE INSURANCE BENEFITS	321,300	105.00%	306,000
WF-6123	COST OF FEDERAL PAYROLL TAXES	321,923	225.00%	143,077
WF-6128	STATE UNEMPLOYMENT TAX EXPENSE	1,701	105.00%	1,620
WF-6131	COST OF TRAVEL FOR MEETINGS & INSPECTIONS	16,223	105.00%	15,450
WF-6132	COST OF PERSONNEL TECHNICAL TRAINING	15,278	105.00%	14,550
WF-6133	STAFF PROFESSIONAL DEVELOPMENT EXPENSES	12,705	105.00%	12,100
WF-6191	PERSONNEL RECRUITING EXPENSES	10,395	105.00%	9,900
WF-6231	COST OF BOND ISSUE ADVISORY SERVICES	1,250	125.00%	1,000
WF-6232	INVESTMENT CONSULTING EXPENSES	75,938	125.00%	60,750
WF-6233	COST OF TRUST SERVICES	42,763	125.00%	34,210
WF-6239	ARBITRAGE REBATE CALCULATION SERVICES EXPENSES	2,188	125.00%	1,750
WF-6251	COST OF GENERAL COUNSEL SERVICES	312,500	125.00%	250,000
WF-6252	COST OF BOND COUNSEL SERVICES	2,000	125.00%	1,600
WF-6253	COST OF SPECIAL COUNSEL FOR LAND ACQUISITION	18,750	125.00%	15,000
WF-6258	LEGAL NOTICE PUBLICATION EXPENSES	3,750	125.00%	3,000
WF-6259	COST OF CIVIL LITIGATION DEFENSE	31,250	125.00%	25,000
WF-6310	COST OF AUDIT SERVICES	54,375	125.00%	43,500
WF-6320	COST OF OUTSIDE ACCOUNTING SERVICES	0	125.00%	0
WF-6350	COST OF INSURANCE CONSULTING SERVICES	0	125.00%	0
WF-6381	COST OF UTILITY MAPPING SYSTEM DESIGN	0	125.00%	0
WF-6385	COST OF WATER TASTE & ODOR COMPLAINT STUDY	0	125.00%	0
WF-6389	COST OF ENGINEERING FOR MAJOR FACILITIES REPAIRS	887,500	125.00%	710,000
WF-6391	SOIL TESTING SERVICES COSTS	62,500	125.00%	50,000
WF-6392	COST OF STORAGE TANK INSPECTION SERVICES	0	125.00%	0
WF-6393	COST OF UTILITY MAP SCANNING SERVICES	0	125.00%	0
WF-6394	NEWSLETTER PUBLICATION COSTS	4,375	125.00%	3,500
WF-6395	COST OF CONTRACTED FACILITIES MAINTENANCE LABOR	4,000	125.00%	3,200
WF-6396	COST OF VIDEO TAPING SERVICES	0	125.00%	0
WF-6399	COST OF RECORD MICROFILM STORAGE	50,938	125.00%	40,750
WF-6411	COST OF GENERAL LIABILITY INSURANCE	158,571	125.00%	126,857
WF-6412	COST OF PUBLIC OFFICIAL'S LIABILITY INSURANCE	100,000	125.00%	80,000
WF-6413	COST OF TEMPORARY CONSTRUCTION BONDS	860	125.00%	688
WF-6414	COST OF ENGINEER'S LIABILITY INSURANCE	0	125.00%	0
WF-6415	COST OF WORKER'S COMPENSATION INSURANCE	74,509	125.00%	59,607
WF-6416	COST OF UMBRELLA LIABILITY INSURANCE COVERAGE	0	125.00%	0
WF-6417	COST OF ALL RISK-BUILDER'S INSURANCE	0	125.00%	0
WF-6421	COST OF PROPERTY INSURANCE	568,139	125.00%	454,511
WF-6422	COST OF AUTOMOBILE INSURANCE	0	125.00%	0
WF-6491	COST OF SELF INSURED CLAIMS	1,281,250	125.00%	1,025,000
WF-6512	BUILDING ELECTRIC COSTS	0	125.00%	0
WF-6513	GAS UTILITY EXPENSES	40,625	125.00%	32,500
WF-6514	TELEPHONE UTILITY EXPENSES	44,138	125.00%	35,310
WF-6521	COST OF GENERAL OFFICE SUPPLIES PURCHASES	29,188	125.00%	23,350
WF-6522	PURCHASE OF BOOKS & PUBLICATIONS	4,375	125.00%	3,500
WF-6531	PRINTING EXPENSES	6,844	125.00%	5,475
WF-6532	POSTAGE & DELIVERY COSTS	19,500	125.00%	15,600
WF-6540	COST OF DUES AND SUBSCRIPTIONS	17,194	125.00%	13,755
WF-6550	COST OF REPAIRS AND MAINT. OF OFFICE EQUIPMENT	18,750	125.00%	15,000
WF-6590	ADMINISTRATIVE MEETING EXPENSES	3,288	125.00%	2,630

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COLUMNS NOT PUBLISHED

ACCT #	ACCOUNT TITLE	BUDGET/ APPROPRIATION AMOUNT	APPROPRIATION FACTOR	FY 2004 BUDGET TOTALS
WF-6611	COST OF WATER PURCHASES	54,247,384	125.00%	43,397,907
WF-6612	ELECTRIC UTILITY EXPENSES	2,873,250	125.00%	2,298,600
WF-6613	PURCHASE OF WATER CHEMICALS	56,250	125.00%	45,000
WF-6614	COST OF WATER TESTING	7,500	125.00%	6,000
WF-6620	COST OF REPAIRS AND MAINTENANCE OF BUILDINGS	1,420,019	125.00%	1,136,015
WF-6630	COST OF REPAIRS AND MAINTENANCE OF PIPELINES	4,448,375	125.00%	3,558,700
WF-6640	COST OF REPAIRS AND MAINT. OF VEHICLES & EQUIPMENT	84,939	125.00%	67,951
WF-6721	GENERAL OBLIGATION BOND INTEREST PAYMENTS	4,511,651	125.00%	3,609,321
WF-6722	REVENUE BOND INTEREST PAYMENTS	11,201,619	125.00%	8,961,295
WF-6800	LAND AND RIGHT-OF-WAY ACQUISITION COSTS	7,494	125.00%	5,995
WF-6920	COST OF WATER MAIN DEPRECIATION	5,356,318	125.00%	4,285,054
WF-6930	COST OF WATER BUILDING DEPRECIATION	2,562,475	125.00%	2,049,980
WF-6940	COST OF PUMPING EQUIPMENT DEPRECIATION	291,025	125.00%	232,820
WF-6950	COST OF FURNITURE & EQUIPMENT PURCHASES	178,504	125.00%	142,803
WF-6960	COST OF MOTOR VEHICLES PURCHASES	87,053	125.00%	69,642
WF-7100	CONSTRUCTION OF WATER METERING STATIONS	0	500.00%	0
WF-7200	CONSTRUCTION OF CHICAGO PUMPING STATION	0	500.00%	0
WF-7300	CONSTRUCTION OF DU PAGE PUMPING STATION	5,495,000	500.00%	1,099,000
WF-7400	CONSTRUCTION OF WATER SYSTEM STORAGE	1,750,000	500.00%	350,000
WF-7500	CONSTRUCTION OF WATER TRANSMISSION MAINS	28,987,500	500.00%	5,797,500
WF-7600	CONSTRUCTION OF WATER FEEDER MAINS	0	500.00%	0
WF-7700	CONSTRUCTION OF PRESSURE ADJUSTING STATIONS	0	500.00%	0
WF-7800	SYSTEM DISINFECTION AND START UP EXPENSES	0	500.00%	0
WF-7910	COST OF CONSTRUCTION ENGINEERING	8,130,000	500.00%	1,626,000
WF-7950	COST OF CONSTRUCTION LEGAL SERVICES	170,000	500.00%	34,000
WF-7960	COST OF CONSTRUCTION MATERIAL TESTING SERVICES	1,425,000	500.00%	285,000
WF-7970	COST OF CONSTRUCTION RIGHTS-OF-WAY AND EASEMENTS	2,500	500.00%	500
WF-7980	COST OF CAPITALIZED FIXED ASSETS	0	0.00%	(9,242,000)
WF-7990	CONTINGENCY	14,000,000	4.96%	50,000
TOTAL WATER FUND EXPENDITURES		281,991,744		75,601,542
WATER FUND REVENUE OVER (UNDER) EXPENDITURES		(187,851,160)		18,539,042
AVAILABLE WATER FUND BALANCES 05/01/2003		187,851,160	100.00%	187,851,160
AVAILABLE WATER FUND BALANCES 04/30/2004		0		206,390,202

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# DRAFT

SECTION TWO: This Ordinance shall be in full force and effect from and after its adoption.

SECTION THREE: This Ordinance shall be available for public inspection at the office of the DuPage Water Commission.

AYES:

NAYS:

ABSENT:

ADOPTED THIS \_\_\_\_\_ DAY OF \_\_\_\_\_, 2003.

## DRAFT

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Chairman

ATTEST:

## DRAFT

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Clerk

O-APPROP-03.ORD

STATE OF ILLINOIS)

)SS

COUNTY OF DU PAGE)

**DRAFT**

CERTIFICATION

I, the undersigned, do hereby certify that I am the duly qualified Clerk of the DuPage Water Commission, Counties of DuPage, Cook and Will, Illinois, and as such Clerk, I am the keeper of the Official journal of proceedings, books, records, minutes and files of the DuPage Water Commission and of the Board of Commissioners (the "Corporate Authorities") thereof.

I do further certify that the foregoing is a full, true and complete copy of Ordinance O-APPROP-03 adopted June 12, 2003 said Ordinance being entitled:

"Annual Budget and Appropriation Ordinance for the Fiscal Year  
Commencing May 1, 2003 and Ending April 30, 2004"

IN WITNESS WHEREOF, I have hereunto affixed my official signature and the corporate seal of the DuPage Water Commission, this 12<sup>th</sup> day of June, 2003.

**DRAFT**

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Clerk

(SEAL)

# DRAFT

CERTIFICATION OF BUDGET/APPROPRIATION IN  
ACCORDANCE WITH CHAPTER 35 SECTION  
200/18-50 ILLINOIS COMPILED STATUTES

The undersigned, being Secretary and Chief Fiscal Officer of the Taxing District below named, do hereby certify that attached hereto is a **true and correct copy** of the Budget/Appropriation of said District for its 2003/2004 fiscal year, adopted June 12, 2003.

We further certify that the **estimate of revenues**, by source, anticipated to be received by said Taxing District, either set forth in said document or attached hereto separately, is a true statement of said estimate.

Name of District: \_\_\_\_\_

Secretary: \_\_\_\_\_

Chief Fiscal Officer: \_\_\_\_\_

Date: \_\_\_\_\_, 2003



RURAL SPECIAL DISTRICTS

Insurance Services

### IMPORTANT NOTICE

To: All Current Policyholders

Re: Announcement of New Carrier

We are very pleased to announce the selection of American Alternative Insurance Corporation (AAIC) as the new carrier for our Rural Special Districts program. AAIC is a wholly owned subsidiary of American Re Corporation and has an A.M. Best Rating of A+XV (Superior).

Presently, American Alternative Insurance Corporation is in the process of making the required policy filings with the various State Insurance Departments. As these filings become effective, we will begin placing business with AAIC. Providing your organization fits into one of the following eligible classes, upon expiration you will be offered coverages with American Alternative Insurance Corporation, subject to underwriting standards, pricing guidelines and approved filings:

Eligible Classes:	Water, Sewer, Irrigation, Reclamation, Conservation, Cemetery Districts, and Fire Districts/Emergency Service Organizations
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Please note that all policyholders are receiving the attached non-renewal notice from Specialty National Insurance Company prior to the policy expiration date. This is a required formal notice advising you that Specialty National Insurance Company will no longer be the carrier for our program and will not be renewing your coverage.

We will also be advising your insurance broker regarding this transition in carriers and we are very confident that your broker will be pleased with the reputation and the superior financial strength rating of American Alternative Insurance Corporation.

Once again, we are very excited about our new carrier relationship and our ability to continue meeting your insurance needs. We wish to thank you for making Rural Special Districts one of the largest special districts programs in the United States with over 3,500 insureds. We look forward to continuing to provide you with the highest quality in coverage and service.

If you should have any questions, please feel free to contact either your current local agent or me at (888) 477-3007 Extension 36.

Sincerely,

Paul Fuller, CPCU  
President, Rural Special Districts Insurance Services