



# DuPage Water Commission

## MEMORANDUM

TO: Acting General Manager

FROM: Financial Administrator

DATE: January 6, 2004

SUBJECT: Financial Report – December 31, 2003

### REVENUE ANALYSIS

On December 31<sup>st</sup>, total revenues were 8.0% less than budget. Water operations and maintenance revenues were 6.7% less than budget. This year's cool, wet weather slowed water sales.

Sales tax collections in the first eight months of the fiscal year were \$161,714 (0.8%) less than the same period of fiscal year 2002-03. A 2% increase had been budgeted. This revenue source is presently 2.6% below budget.

Market fluctuations have caused a decrease in investment market values resulting in investment income that is 59.9% below budget. In effect, market value income recognized last fiscal year in accordance with generally accepted accounting principles is now reversing.

### EXPENSE ANALYSIS

Total operating expenses were 2.0% over budget. Bond interest costs are 26.6% over budget. The \$2.9 million call premium cost on the 1993 revenue bonds retired in September is the major factor in this variance. Insurance costs are under budget because only one self-insured claim for \$1,000 has been incurred.

Overall direct water supply costs were 6.2% under budget corresponding to the less than budgeted water sales mentioned above. The 0.5% difference between these two variances is mainly due to an acceleration of the blow-off valve repair project, which is more than \$1.0 million ahead of schedule.

On May 1, 2003, the Commission changed its pension plan to the Illinois Municipal Retirement Fund. To aid employee conversion to the new plan, the Commission picked up, based on tenure, 60% to 100% of employee required contributions to establish service to the beginning of employment with the Commission. This \$1.4 million expense was not budgeted. There was, however, a reserve of unrestricted net assets

set aside at April 30, 2003, for this purpose. As part of this pension program change, an early retirement incentive was also approved. All four eligible employees have received this incentive. These payments, with related pension and Social Security/Medicare payroll taxes, account for the balance of the unfavorable budget variance.

### **CONSTRUCTION PROJECTS**

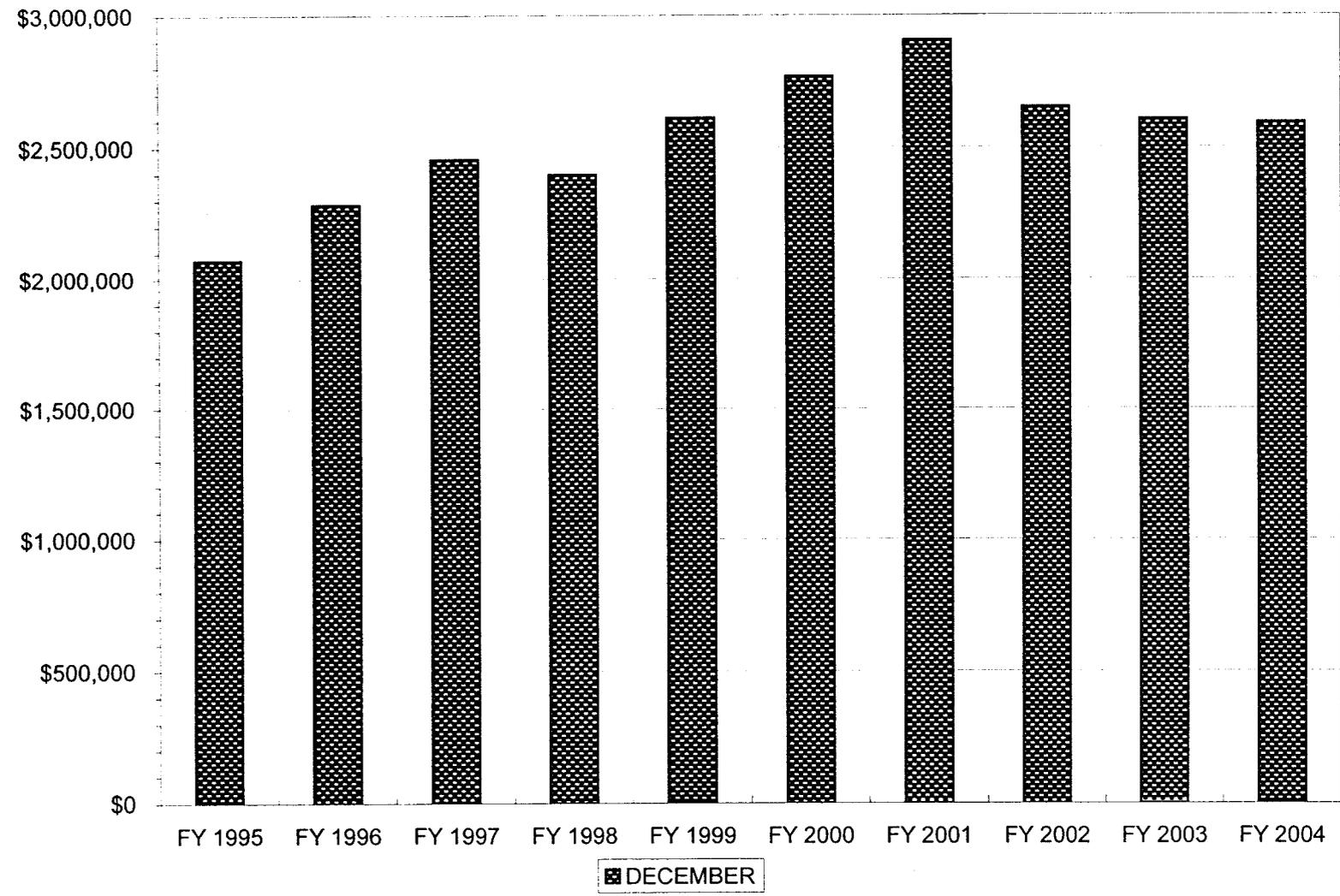
The only open construction project is the West Transmission Main (TW-2). A contract to construct an interconnection between the Northwest and Southwest Transmission Mains (TIB-1) was awarded in September. Project TIB-1 will increase flow in the system in the event of a break on the Northwest or Southwest Transmission Mains. These mains are the primary conduits for water leaving the DuPage Pumping Station. Construction outlays are under budget because this interconnection project has not yet started.

### **INVESTMENT PORTFOLIO**

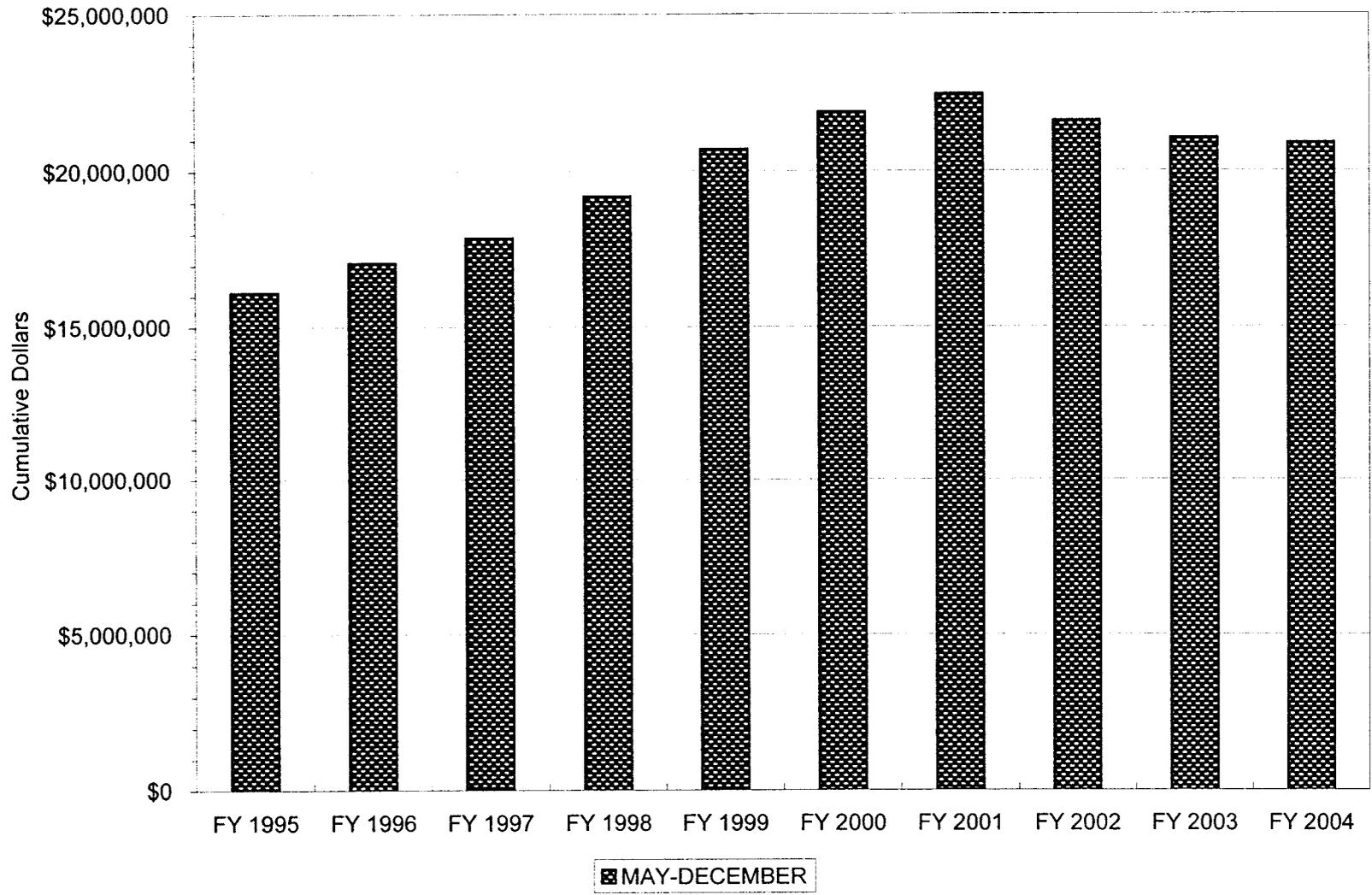
The Commission's investment portfolio totals \$188.9 million. It is earning 1.09% based on market yield and 1.68% based on original purchase price. The benchmark yield adopted by the Commission was 0.85% at December 31, 2003.

Commission funds are invested as follows: United States Treasury obligations (28.0%), United States Agency obligations (26.8%), the Illinois Funds Money Market Fund (17.9%), the Illinois Funds Prime Funds (14.1%), and certificates of deposit (13.2%). Government money market funds run by the Commission's bond trustees holds \$8,226 (less than 0.1%).

### 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	183,965.40	168,684.51	14,167.14	0.00	0.00	1,113.75	0.00	0.00	0.00
INVESTMENTS	188,888,841.50	2,767,843.82	10,358,614.71	1,715,061.18	6,937,494.31	14,334,000.00	10,492,963.82	5,159,451.69	137,123,411.97
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	5,833,285.29	5,833,285.29	0.00	0.00	0.00	0.00	0.00	0.00	0.00
RECEIVABLE FROM OTHER GOVERNMENTS - CURRENT	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	252,478.59	252,478.59	0.00	0.00	0.00	0.00	0.00	0.00	0.00
INTEREST RECEIVABLE	1,015,396.99	0.00	0.00	9,568.16	38,716.90	0.00	22,500.00	22,500.00	922,111.93
INVENTORIES & PREPAIDS	613,777.31	613,777.31	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FIXED ASSETS	428,467,102.31	428,467,102.31	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	(70,433,539.29)	(70,433,539.29)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DEFERRED WATER SUPPLY CONTRACT COST	6,963,358.63	6,963,358.63	0.00	0.00	0.00	0.00	0.00	0.00	0.00
RECEIVABLE FROM OTHER GOVERNMENTS - LONG TERM	643,516.37	0.00	0.00	0.00	0.00	0.00	0.00	0.00	643,516.37
<b>TOTAL ASSETS</b>	<b>589,339,073.62</b>	<b>394,373,881.69</b>	<b>10,372,781.85</b>	<b>1,724,629.34</b>	<b>6,976,211.21</b>	<b>14,335,113.75</b>	<b>10,515,463.82</b>	<b>5,181,951.69</b>	<b>145,859,040.27</b>
<b>LIABILITIES &amp; EQUITY</b>									
ACCOUNTS PAYABLE	3,306,679.52	0.00	3,306,679.52	0.00	0.00	0.00	0.00	0.00	0.00
ACCRUED PAYROLL & TAXES	274,242.88	0.00	274,242.88	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
GRANTS PAYABLE CURRENT	15,000,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	15,000,000.00
BONDS PAYABLE CURRENT	19,165,000.00	3,451,666.67	0.00	0.00	6,903,333.33	0.00	0.00	0.00	8,810,000.00
ACCRUED INTEREST	3,132,543.54	0.00	0.00	1,698,326.87	0.00	0.00	0.00	0.00	1,434,216.67
ACCRUED LIABILITIES	368,007.59	0.00	368,007.59	0.00	0.00	0.00	0.00	0.00	0.00
CONTRACT RETENTION	1,171,274.69	0.00	1,171,274.69	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	2,936,528.33	2,936,528.33	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LONG TERM BONDS PAYABLE	199,512,691.82	199,512,691.82	0.00	0.00	0.00	0.00	0.00	0.00	0.00
GRANTS PAYABLE LONG TERM	45,000,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	45,000,000.00
<b>TOTAL LIABILITIES</b>	<b>289,866,968.37</b>	<b>205,900,886.82</b>	<b>5,120,204.68</b>	<b>1,698,326.87</b>	<b>6,903,333.33</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>70,244,216.67</b>
<b>NET ASSETS</b>									
UNRESTRICTED FUNDS									
HELD FOR EMERGENCY REPAIRS AND OTHER CONTINGENCIES (a)	11,200,000.00	0.00	0.00	0.00	0.00	42,274.97	10,309.48	181,951.69	10,965,463.86
RESERVED FOR WATER RATE STABILIZATION	45,286,518.68	6,699,541.19	0.00	0.00	0.00	0.00	0.00	0.00	38,586,977.49
RESERVED FOR THE ACQUISITION OF CAPITAL ASSETS	9,764,681.92	0.00	0.00	0.00	0.00	0.00	0.00	0.00	9,764,681.92
<b>TOTAL UNRESTRICTED OPERATING NET ASSETS</b>	<b>66,251,200.60</b>	<b>6,699,541.19</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>42,274.97</b>	<b>10,309.48</b>	<b>181,951.69</b>	<b>59,317,123.27</b>
UNRESTRICTED NON-OPERATING NET ASSETS									
WATER QUALITY LOANS RESERVE	10,000,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	10,000,000.00
IMRF PRIOR SERVICE PENSION COST RESERVE	2,405,524.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2,405,524.00
<b>TOTAL UNRESTRICTED NON-OPERATING NET ASSETS</b>	<b>12,405,524.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>12,405,524.00</b>
<b>TOTAL UNRESTRICTED NET ASSETS</b>	<b>78,656,724.60</b>	<b>6,699,541.19</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>42,274.97</b>	<b>10,309.48</b>	<b>181,951.69</b>	<b>71,722,647.27</b>
RESTRICTED BY ORDINANCE/RESOLUTION	39,041,926.97	0.00	5,252,577.17	26,302.47	72,877.88	14,292,838.78	10,505,154.34	5,000,000.00	3,892,176.33
INVESTED IN PROPERTY PLANT AND EQUIPMENT	181,773,453.68	181,773,453.68	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL NET ASSETS</b>	<b>299,472,105.25</b>	<b>188,472,994.87</b>	<b>5,252,577.17</b>	<b>26,302.47</b>	<b>72,877.88</b>	<b>14,335,113.75</b>	<b>10,515,463.82</b>	<b>5,181,951.69</b>	<b>75,614,823.60</b>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>589,339,073.62</b>	<b>394,373,881.69</b>	<b>10,372,781.85</b>	<b>1,724,629.34</b>	<b>6,976,211.21</b>	<b>14,335,113.75</b>	<b>10,515,463.82</b>	<b>5,181,951.69</b>	<b>145,859,040.27</b>

a - ESTABLISHED AT 2% OF ORIGINAL CONSTRUCTION COSTS AS OF JULY 31, 2003; INCREASED ANNUALLY BY THE ENGINEERING NEWS RECORD CONSTRUCTION INDEX

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

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	137,123,411.97	51,651,194.52	74,418,068.49	11,054,148.96
DUE FROM OTHER FUNDS	0.00	0.00	0.00	0.00
CUSTOMER ACCOUNTS RECEIVABLE	0.00	0.00	0.00	0.00
RECEIVABLE FROM OTHER GOVERNMENTS - CURRENT	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	922,111.93	306,770.83	505,206.73	110,134.37
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
RECEIVABLE FROM OTHER GOVERNMENTS - LONG TERM	643,516.37	0.00	643,516.37	0.00
<b>TOTAL ASSETS</b>	<b>145,859,040.27</b>	<b>51,957,965.35</b>	<b>82,736,791.59</b>	<b>11,164,283.33</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
GRANTS PAYABLE CURRENT	15,000,000.00	0.00	15,000,000.00	0.00
BONDS PAYABLE CURRENT	8,810,000.00	0.00	0.00	8,810,000.00
ACCRUED INTEREST	1,434,216.67	0.00	0.00	1,434,216.67
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
GRANTS PAYABLE LONG TERM	45,000,000.00	0.00	45,000,000.00	0.00
<b>TOTAL LIABILITIES</b>	<b>70,244,216.67</b>	<b>0.00</b>	<b>60,000,000.00</b>	<b>10,244,216.67</b>
<b>NET ASSETS</b>				
UNRESTRICTED FUNDS (R-27-03)				
HELD FOR EMERGENCY REPAIRS AND OTHER CONTINGENCIES	10,965,463.86	10,965,463.86	0.00	0.00
RESERVED FOR WATER RATE STABILIZATION	38,586,977.49	38,586,977.49	0.00	0.00
RESERVED FOR THE ACQUISITION OF CAPITAL ASSETS	9,764,681.92	0.00	9,764,681.92	0.00
<b>TOTAL UNRESTRICTED OPERATING NET ASSETS</b>	<b>59,317,123.27</b>	<b>49,552,441.35</b>	<b>9,764,681.92</b>	<b>0.00</b>
UNRESTRICTED NON-OPERATING NET ASSETS				
WATER QUALITY LOANS RESERVE (R-32-02)	10,000,000.00	0.00	10,000,000.00	0.00
IMRF PRIOR SERVICE PENSION COST RESERVE (R-16-03)	2,405,524.00	2,405,524.00	0.00	0.00
<b>TOTAL UNRESTRICTED NON-OPERATING NET ASSETS</b>	<b>12,405,524.00</b>	<b>2,405,524.00</b>	<b>10,000,000.00</b>	<b>0.00</b>
<b>TOTAL UNRESTRICTED NET ASSETS</b>	<b>71,722,647.27</b>	<b>51,957,965.35</b>	<b>19,764,681.92</b>	<b>0.00</b>
RESTRICTED BY ORDINANCE/RESOLUTION	3,892,176.33	0.00	2,972,109.67	920,066.66
INVESTED IN PROPERTY PLANT AND EQUIPMENT	0.00	0.00	0.00	0.00
<b>TOTAL NET ASSETS</b>	<b>75,614,823.60</b>	<b>51,957,965.35</b>	<b>22,736,791.59</b>	<b>920,066.66</b>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>145,859,040.27</b>	<b>51,957,965.35</b>	<b>82,736,791.59</b>	<b>11,164,283.33</b>

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

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	3,178,126.20	29,888,273.20	32,027,363.51	(2,139,090.31)	93.3%
FIXED COST REVENUES	743,027.42	5,944,219.36	5,944,219.33	0.03	100.0%
SUBSEQUENT CUSTOMER DIFFERENTIAL REVENUE	80,659.94	659,319.58	720,814.63	(61,495.05)	91.5%
EMERGENCY WATER SERVICE	12.20	30,016.40	20,463.78	9,552.62	146.7%
SALES TAXES	2,592,375.88	20,882,370.24	21,448,981.75	(566,611.51)	97.4%
INVESTMENT INCOME	252,076.89	1,631,951.94	4,069,945.36	(2,437,993.42)	40.1%
OTHER INCOME	8,827.15	70,015.81	37,687.16	32,328.65	185.8%
<b>TOTAL REVENUE</b>	<b>6,855,105.68</b>	<b>59,106,166.53</b>	<b>64,269,475.52</b>	<b>(5,163,308.99)</b>	<b>92.0%</b>
<b>EXPENSES</b>					
PERSONAL SERVICES	296,960.95	3,531,277.28	1,738,707.43	(1,792,569.85)	203.1%
PROFESSIONAL SERVICES	126,807.93	297,065.79	262,611.89	(34,453.90)	113.1%
CONTRACTUAL SERVICES	21,870.37	503,766.82	579,006.14	(75,239.32)	87.0%
INSURANCE	0.00	911,901.99	1,371,424.07	459,522.08	66.5%
ADMINISTRATIVE COSTS	9,485.30	66,727.37	98,481.96	31,754.59	67.8%
WATER SUPPLY COSTS	3,534,451.77	33,216,222.90	35,412,031.81	2,195,808.91	93.8%
BOND INTEREST EXPENSE	814,853.92	10,612,611.26	8,380,410.67	(2,232,200.59)	126.6%
LAND AND RIGHT OF WAY	0.00	2,995.00	4,013.05	1,018.05	74.6%
DEPRECIATION/CAPITAL EQUIPMENT PURCHASES	535,750.96	4,269,173.74	4,538,724.73	269,550.99	94.1%
<b>TOTAL OPERATING EXPENSES</b>	<b>5,340,181.20</b>	<b>53,411,742.15</b>	<b>52,385,411.75</b>	<b>(1,026,330.40)</b>	<b>102.0%</b>
NET OPERATING INCOME	1,514,924.48	5,694,424.38	11,884,063.77	(6,189,639.39)	47.9%
CONSTRUCTION EXPENDITURES	249,422.44	2,392,041.17	6,186,584.70	3,794,543.53	38.7%
TRANSFERS TO OTHER GOVERNMENTS	0.00	75,000,000.00	0.00	(75,000,000.00)	N/A
<b>NET FUND TRANSACTIONS</b>	<b>1,265,502.04</b>	<b>(71,697,616.79)</b>	<b>5,697,479.07</b>	<b>(77,395,095.86)</b>	<b>-1258.4%</b>
BEGINNING NET ASSETS		368,777,680.87			
ADD CONSTRUCTION EXPENDITURES TO BE CAPITALIZED		2,392,041.17			
<b>ENDING NET ASSETS</b>		<b>299,472,105.25</b>			

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 12/31/03	BID PRICE 12/31/03
<b>Water Fund Depository Accounts (WF-1210)</b>											
Illinois Funds-Money Market	0.904%	12/31/03	01/01/04	0.904%	0.904%	\$ 1,117,836.14	\$ 1,117,836.14	\$ -	\$ 1,117,836.14	\$ -	100.000
Illinois Funds-Prime Fund	0.961%	12/31/03	01/01/04	0.961%	0.961%	1,650,007.68	1,650,007.68	-	1,650,007.68	-	100.000
				0.938%	0.938%	\$ 2,767,843.82	\$ 2,767,843.82	\$ -	\$ 2,767,843.82	\$ -	
<b>Water Fund Oper. &amp; Maint. Acct. (WF-1211)</b>											
Illinois Funds-Money Market	0.904%	12/31/03	01/01/04	0.904%	0.904%	\$ 5,312,021.80	\$ 5,312,021.80	\$ -	\$ 5,312,021.80	\$ -	100.000
Illinois Funds-Prime Fund	0.961%	12/31/03	01/01/04	0.961%	0.961%	5,046,592.91	5,046,592.91	-	5,046,592.91	-	100.000
				0.932%	0.932%	\$ 10,358,614.71	\$ 10,358,614.71	\$ -	\$ 10,358,614.71	\$ -	
<b>Revenue Bond Interest Account (WF-1212)</b>											
One Group Government Money Market	0.220%	12/31/03	01/01/04	0.220%	0.220%	\$ 772.12	\$ 772.12	\$ -	\$ 772.12	\$ 0.02	100.000
U. S. Treas. Notes (Bank One Trust Company)	3.375%	10/07/03	04/30/04	1.013%	0.880%	585,000.00	589,570.31	(3,199.22)	592,769.53	3,290.63	100.781
U. S. Treas. Notes (Bank One Trust Company)	3.375%	11/07/03	04/30/04	1.058%	0.880%	563,000.00	567,398.44	(1,847.34)	569,245.78	3,166.88	100.781
U. S. Treas. Notes (Bank One Trust Company)	3.375%	12/09/03	04/30/04	1.008%	0.880%	553,000.00	557,320.31	(799.26)	558,119.57	3,110.63	100.781
				1.026%	0.880%	\$ 1,701,772.12	\$ 1,715,061.18	\$ (5,845.82)	\$ 1,720,907.00	\$ 9,568.16	
<b>Revenue Bond Principal (WF-1213)</b>											
One Group Government Money Market	0.220%	12/31/03	01/01/04	0.220%	0.220%	\$ 720.87	\$ 720.87	\$ -	\$ 720.87	\$ 0.01	100.000
U. S. Treas. Notes (Bank One Trust Company)	3.375%	05/09/03	04/30/04	1.178%	0.880%	884,000.00	890,906.25	(11,844.22)	902,750.47	4,972.50	100.781
U. S. Treas. Notes (Bank One Trust Company)	3.375%	06/03/03	04/30/04	1.090%	0.880%	821,000.00	827,414.06	(10,454.92)	837,868.98	4,618.13	100.781
U. S. Treas. Notes (Bank One Trust Company)	3.375%	07/08/03	04/30/04	1.012%	0.880%	820,000.00	826,406.25	(9,225.00)	835,631.25	4,612.50	100.781
U. S. Treas. Notes (Bank One Trust Company)	3.375%	08/14/03	04/30/04	1.108%	0.880%	819,000.00	825,398.44	(6,654.37)	832,052.81	4,606.88	100.781
U. S. Treas. Notes (Bank One Trust Company)	3.375%	09/11/03	04/30/04	1.064%	0.880%	916,000.00	923,156.25	(6,225.94)	929,382.19	5,152.50	100.781
U. S. Treas. Notes (Bank One Trust Company)	3.375%	10/07/03	04/30/04	1.013%	0.880%	846,000.00	852,609.38	(4,626.56)	857,235.94	4,758.75	100.781
U. S. Treas. Notes (Bank One Trust Company)	3.375%	11/07/03	04/30/04	1.058%	0.880%	925,000.00	932,226.56	(3,035.16)	935,261.72	5,203.13	100.781
U. S. Treas. Notes (Bank One Trust Company)	3.375%	12/09/03	04/30/04	1.008%	0.880%	852,000.00	858,656.25	(1,231.41)	859,887.66	4,792.50	100.781
				1.067%	0.880%	\$ 6,883,720.87	\$ 6,937,494.31	\$ (53,297.58)	\$ 6,990,791.89	\$ 38,716.90	
<b>Revenue Bond Debt Svc. Reserve (WF-1214)</b>											
U. S. Treas. Bill (Bank One Trust Company)	0.000%	12/15/03	01/15/04	0.852%	0.910%	14,334,000.00	14,334,000.00	10,368.26	14,323,631.74	-	100.000
				0.852%	0.910%	\$ 14,334,000.00	\$ 14,334,000.00	\$ 10,368.26	\$ 14,323,631.74	\$ -	
<b>Water Fund Oper. &amp; Maint. Res. (WF-1215)</b>											
Illinois Funds-Money Market	0.904%	12/31/03	01/01/04	0.904%	0.904%	\$ 6,271,622.01	\$ 6,271,622.01	\$ -	\$ 6,271,622.01	\$ -	100.000
Illinois Funds-Prime Fund	0.961%	12/31/03	01/01/04	0.961%	0.961%	190,091.81	190,091.81	-	190,091.81	-	100.000
U. S. Treas. Notes (RBC Dain Rauscher)	3.375%	06/13/02	04/30/04	2.957%	0.880%	4,000,000.00	4,031,250.00	1,250.00	4,030,000.00	22,500.00	100.781
				1.694%	0.896%	\$ 10,461,713.82	\$ 10,492,963.82	\$ 1,250.00	\$ 10,491,713.82	\$ 22,500.00	
<b>Water Fund Depreciation Account (WF-1216)</b>											
Illinois Funds-Money Market	0.904%	12/31/03	01/01/04	0.904%	0.904%	\$ 369,123.72	\$ 369,123.72	\$ -	\$ 369,123.72	\$ -	100.000
Illinois Funds-Prime Fund	0.961%	12/31/03	01/01/04	0.961%	0.961%	759,077.97	759,077.97	-	759,077.97	-	100.000
U. S. Treas. Notes (RBC Dain Rauscher)	3.375%	06/13/02	04/30/04	2.957%	0.880%	4,000,000.00	4,031,250.00	1,250.00	4,030,000.00	22,500.00	100.781
				2.516%	0.894%	\$ 5,128,201.69	\$ 5,159,451.69	\$ 1,250.00	\$ 5,158,201.69	\$ 22,500.00	

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 12/31/03	BID PRICE 12/31/03
<b>Water Fund General Account (WF-1217)</b>											
Illinois Funds-Money Market	0.904%	12/31/03	01/01/04	0.904%	0.904%	\$ 7,130,397.43	\$ 7,130,397.43	\$ -	\$ 7,130,397.43	\$ -	100.000
Illinois Funds-Prime Fund	0.961%	12/31/03	01/01/04	0.961%	0.961%	14,085,447.09	14,085,447.09	-	14,085,447.09	-	100.000
F.H.L.B. (D L J)	3.750%	11/13/02	02/13/04	1.569%	1.175%	10,000,000.00	10,029,100.00	(241,267.60)	10,270,367.60	140,625.00	100.291
U. S. Treas. Notes (Dain Rauscher)	7.250%	01/31/02	05/15/04	3.204%	0.940%	10,000,000.00	10,228,125.00	(656,175.00)	10,884,300.00	90,625.00	102.281
F.H.L.B. (RBC D. Rauscher)	3.625%	06/14/02	10/15/04	3.403%	1.230%	10,000,000.00	10,178,125.00	130,468.75	10,047,656.25	75,520.83	101.781
				1.997%	1.044%	\$ 51,215,844.52	\$ 51,651,194.52	\$ (766,973.85)	\$ 52,418,168.37	\$ 306,770.83	
<b>Sales Tax Funds (WF-1230)</b>											
Illinois Funds-Money Market	0.904%	12/31/03	01/01/04	0.904%	0.904%	\$ 13,869,310.95	\$ 13,869,310.95	\$ -	\$ 13,869,310.95	\$ -	100.000
Illinois Funds-Prime Fund	0.961%	12/31/03	01/01/04	0.961%	0.961%	5,011,207.54	5,011,207.54	-	5,011,207.54	-	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	97,808.22	100.000
Cert. of Deposit (Mid America Bank)	1.600%	04/15/03	04/15/04	1.600%	1.600%	6,000,000.00	6,000,000.00	-	6,000,000.00	68,383.56	100.000
F.H.L.B. (ABN AMRO)	3.375%	06/21/02	05/14/04	3.002%	1.143%	10,000,000.00	10,081,300.00	12,550.00	10,068,750.00	42,187.50	100.813
Cert. of Deposit (Winfield Community Bank)	2.000%	06/17/03	06/15/04	2.000%	2.000%	1,000,000.00	1,000,000.00	-	1,000,000.00	10,794.52	100.000
Cert. of Deposit (West Suburban Bank)	1.500%	07/16/03	07/15/04	1.500%	1.500%	5,935,100.00	5,935,100.00	-	5,935,100.00	40,976.58	100.000
F.H.L.B. (RBC D. Rauscher)	3.625%	09/12/02	10/15/04	2.400%	1.230%	10,000,000.00	10,178,125.00	(69,675.00)	10,247,800.00	75,520.83	101.781
Cert. of Deposit (West Suburban Bank)	1.250%	10/15/03	10/15/04	1.250%	1.250%	64,900.00	64,900.00	-	64,900.00	171.14	100.000
Cert. of Deposit (Suburban Bank & Trust)	1.550%	10/16/03	10/16/04	1.550%	1.550%	6,000,000.00	6,000,000.00	-	6,000,000.00	19,364.38	100.000
F.H.L.B. (RBC D. Rauscher)	4.000%	10/17/02	02/15/05	2.462%	1.410%	10,000,000.00	10,278,125.00	(66,375.00)	10,344,500.00	150,000.00	102.781
				1.847%	1.290%	\$ 73,880,518.49	\$ 74,418,068.49	\$ (123,500.00)	\$ 74,541,568.49	\$ 505,206.73	
<b>2001 G. O. Bonds Debt Service (WF-1243)</b>											
ABN AMRO Government Money Market	0.768%	12/31/03	01/01/04	0.768%	0.768%	\$ 6,733.33	\$ 6,733.33	\$ -	\$ 6,733.33	\$ 4.37	100.000
U. S. Treas. Notes (LaSalle Bank)	3.000%	02/28/03	02/29/04	1.219%	0.830%	10,388,000.00	10,420,462.50	(150,544.84)	10,571,007.34	103,880.00	100.313
U. S. Treas. Notes (LaSalle Bank)	3.000%	03/05/03	02/29/04	1.052%	0.830%	287,000.00	287,896.88	(4,574.06)	292,470.94	2,870.00	100.313
U. S. Treas. Notes (LaSalle Bank)	3.000%	03/07/03	02/29/04	1.073%	0.830%	338,000.00	339,056.25	(5,281.25)	344,337.50	3,380.00	100.313
				1.210%	0.830%	\$ 11,019,733.33	\$ 11,054,148.96	\$ (160,400.15)	\$ 11,214,549.11	\$ 110,134.37	
<b>TOTAL ALL FUNDS</b>				<b>1.685%</b>	<b>1.090%</b>	<b>\$ 187,751,963.37</b>	<b>\$ 188,888,841.50</b>	<b>\$ (1,097,149.14)</b>	<b>\$ 189,985,990.64</b>	<b>\$ 1,015,396.99</b>	
December 31, 2003				<b>90 DAY US TREASURY YIELD</b>		<b>0.850%</b>					