



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 31st, 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

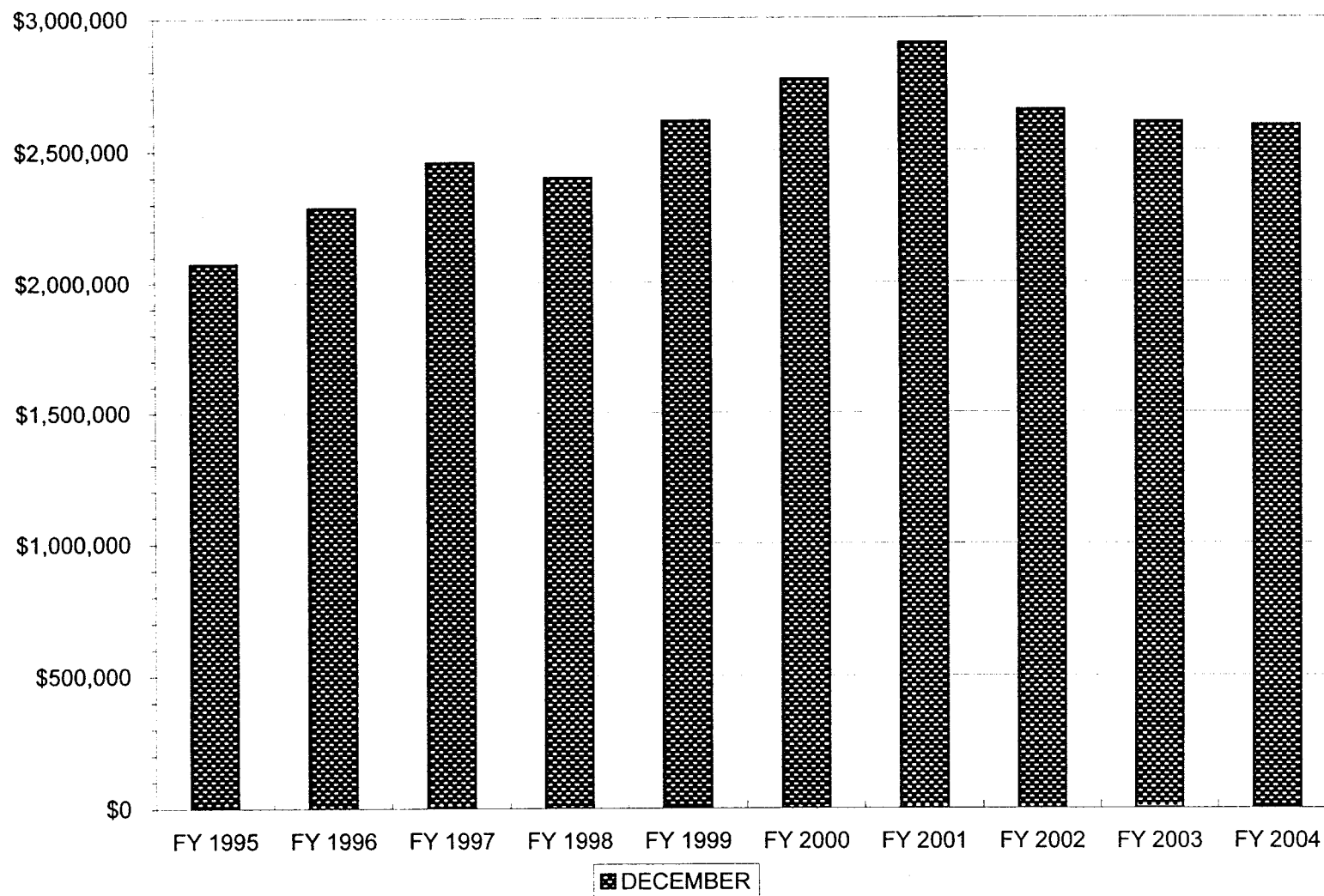
The only open construction project is the West Transmission Main (TW-2). A contract to construct an interconnection between the Northwest and Southwest Transmission Mains (TIB-1) was awarded in September. Project TIB-1 will increase flow in the system in the event of a break on the Northwest or Southwest 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

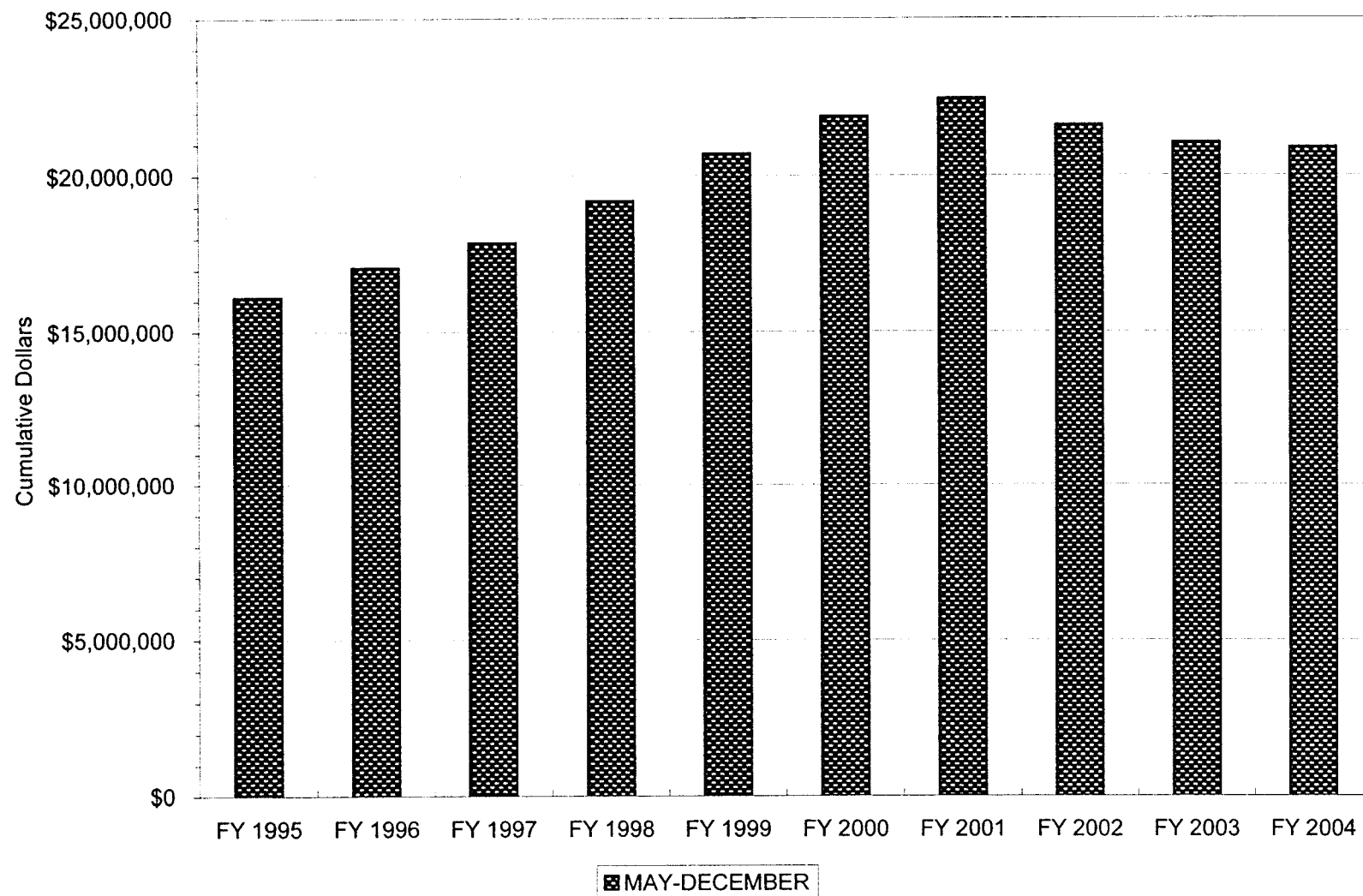
The Commission's investment portfolio totals \$188.9 million. It is earning 1.09% based on market yield and 1.68% based on original purchase price. The benchmark yield adopted by the Commission was 0.85% at December 31, 2003.

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 |
| TOTAL ASSETS | 589,339,073.62 | 394,373,881.69 | 10,372,781.85 | 1,724,629.34 | 6,976,211.21 | 14,335,113.75 | 10,515,463.82 | 5,181,951.69 | 145,859,040.27 |
| LIABILITIES & EQUITY | | | | | | | | | |
| 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 |
| TOTAL LIABILITIES | 289,866,968.37 | 205,900,886.82 | 5,120,204.68 | 1,698,326.87 | 6,903,333.33 | 0.00 | 0.00 | 0.00 | 70,244,216.67 |
| NET ASSETS | | | | | | | | | |
| 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 |
| TOTAL UNRESTRICTED OPERATING NET ASSETS | 66,251,200.60 | 6,699,541.19 | 0.00 | 0.00 | 0.00 | 42,274.97 | 10,309.48 | 181,951.69 | 59,317,123.27 |
| 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 |
| TOTAL UNRESTRICTED NON-OPERATING NET ASSETS | 12,405,524.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 12,405,524.00 |
| TOTAL UNRESTRICTED NET ASSETS | 78,656,724.60 | 6,699,541.19 | 0.00 | 0.00 | 0.00 | 42,274.97 | 10,309.48 | 181,951.69 | 71,722,647.27 |
| 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 |
| TOTAL NET ASSETS | 299,472,105.25 | 188,472,994.87 | 5,252,577.17 | 26,302.47 | 72,877.88 | 14,335,113.75 | 10,515,463.82 | 5,181,951.69 | 75,614,823.60 |
| TOTAL LIABILITIES & NET ASSETS | 589,339,073.62 | 394,373,881.69 | 10,372,781.85 | 1,724,629.34 | 6,976,211.21 | 14,335,113.75 | 10,515,463.82 | 5,181,951.69 | 145,859,040.27 |

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

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| 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 |
| TOTAL ASSETS | 145,859,040.27 | 51,957,965.35 | 82,736,791.59 | 11,164,283.33 |
| 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 |
| 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 |
| TOTAL LIABILITIES | 70,244,216.67 | 0.00 | 60,000,000.00 | 10,244,216.67 |
| NET ASSETS | | | | |
| 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 |
| TOTAL UNRESTRICTED OPERATING NET ASSETS | 59,317,123.27 | 49,552,441.35 | 9,764,681.92 | 0.00 |
| 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 |
| TOTAL UNRESTRICTED NON-OPERATING NET ASSETS | 12,405,524.00 | 2,405,524.00 | 10,000,000.00 | 0.00 |
| TOTAL UNRESTRICTED NET ASSETS | 71,722,647.27 | 51,957,965.35 | 19,764,681.92 | 0.00 |
| 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 |
| TOTAL NET ASSETS | 75,614,823.60 | 51,957,965.35 | 22,736,791.59 | 920,066.66 |
| TOTAL LIABILITIES & NET ASSETS | 145,859,040.27 | 51,957,965.35 | 82,736,791.59 | 11,164,283.33 |

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% |
| TOTAL REVENUE | 6,855,105.68 | 59,106,166.53 | 64,269,475.52 | (5,163,308.99) | 92.0% |
| EXPENSES | | | | | |
| 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% |
| TOTAL OPERATING EXPENSES | 5,340,181.20 | 53,411,742.15 | 52,385,411.75 | (1,026,330.40) | 102.0% |
| 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 |
| NET FUND TRANSACTIONS | 1,265,502.04 | (71,697,616.79) | 5,697,479.07 | (77,395,095.86) | -1258.4% |
| BEGINNING NET ASSETS | | 368,777,680.87 | | | |
| ADD CONSTRUCTION EXPENDITURES TO BE CAPITALIZED | | 2,392,041.17 | | | |
| ENDING NET ASSETS | | 299,472,105.25 | | | |

| 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 |
|--|----------------|------------------|------------------|-----------------------|-----------------|------------------|------------------|------------------------------------|-------------------|---------------------------------|--------------------------|
| Water Fund Depository Accounts (WF-1210) | | | | | | | | | | | |
| 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 | \$ - | |
| Water Fund Oper. & Maint. Acct. (WF-1211) | | | | | | | | | | | |
| 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 | \$ - | |
| Revenue Bond Interest Account (WF-1212) | | | | | | | | | | | |
| 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 | |
| Revenue Bond Principal (WF-1213) | | | | | | | | | | | |
| 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 | |
| Revenue Bond Debt Svc. Reserve (WF-1214) | | | | | | | | | | | |
| 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 | \$ - | |
| Water Fund Oper. & Maint. Res. (WF-1215) | | | | | | | | | | | |
| 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 | |
| Water Fund Depreciation Account (WF-1216) | | | | | | | | | | | |
| 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 |
|--|--------------------------|------------------|------------------|-----------------------|-----------------|-------------------|-------------------|------------------------------------|-------------------|---------------------------------|--------------------------|
| Water Fund General Account (WF-1217) | | | | | | | | | | | |
| 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 | |
| Sales Tax Funds (WF-1230) | | | | | | | | | | | |
| 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 | |
| 2001 G. O. Bonds Debt Service (WF-1243) | | | | | | | | | | | |
| 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 | |
| TOTAL ALL FUNDS | | | | 1.685% | 1.090% | \$ 187,751,963.37 | \$ 188,888,841.50 | \$ (1,097,149.14) | \$ 189,985,990.64 | \$ 1,015,396.99 | |
| December 31, 2003 | 90 DAY US TREASURY YIELD | | | 0.850% | | | | | | | |