



DuPage Water Commission

600 E. Butterfield Road, Elmhurst, IL 60126-4642
(630) 834-0100 Fax: (630) 834-0120

AGENDA

**FINANCE COMMITTEE
THURSDAY, MARCH 8, 2007
7:00 P.M.**

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

COMMITTEE MEMBERS

A. Poole, Chair
T. Feltes
G. Mathews
J. Vrdolyak

- I. Roll Call
- II. Approval of Minutes for Committee Meeting of February 8, 2007
- III. Treasurer's Report – February, 2007
- IV. Financial Statements – February, 2007
- V. Accounts Payable
- VI. Establishing Hearing Regarding Management Budget Ordinance for the Fiscal Year Commencing May 1, 2007 and Ending April 30, 2008
- VII. Authorize Virchow Krause & Company, LLP to Estimate the Capital Cost Recovery Charge for County of DuPage
- VIII. Other
- IX. Adjournment

Board\Agendas\Finance\FC 2007-03.doc

**MINUTES OF A MEETING OF THE
FINANCE COMMITTEE
OF THE DuPAGE WATER COMMISSION
HELD ON JANUARY 11, 2007**

The meeting was called to order at 7:00 P.M. at the offices of the DuPage Water Commission, 600 E. Butterfield Rd., Elmhurst, Illinois 60126. Committee members in attendance: Committee Chairman A. Poole, Commissioner G. Mathews and Commissioner J. Vrdolyak. Also in attendance: Treasurer R. Thorn and Financial Administrator M. Richter.

MINUTES OF MEETING – November 9, 2006

A motion by Commissioner Vrdolyak, seconded by Commissioner Mathews, to approve the minutes of the November 9, 2006 Finance Committee meeting. This motion carried unanimously.

TREASURER'S REPORT – December 2006

Treasurer Thorn presented the December 2006 Treasurer's Report for Committee review.

FINANCIAL STATEMENTS – December 2006

The Committee reviewed the December 2006 financial statements. After a brief discussion, the Committee accepted the financial statements for December 2006.

ACCOUNTS PAYABLE

The Committee reviewed the Accounts Payable in the amount of \$5,835.62 a consensus for recommendation to the Board for approval.

RESOLUTION No. R-5-07 A Resolution Amending and Restating the Deferred Compensation Plan Established for the Benefit of the Employees of the DuPage Water Commission.

A motion was made by Commissioner Mathews and seconded by Commissioner Vrdolyak to recommend to the Commission approval of the Resolution No. R-5-07. The motion carried unanimously.

Other Business

There was discussion concerning the Commission's long-term financial plan and capital improvement plan

ADJOURNMENT

With no further business to come before the Committee, the meeting was adjourned at 7:29 P.M.




DuPage Water Commission

MEMORANDUM

TO: Robert Martin, General Manager

FROM: R. Max Richter, Financial Administrator

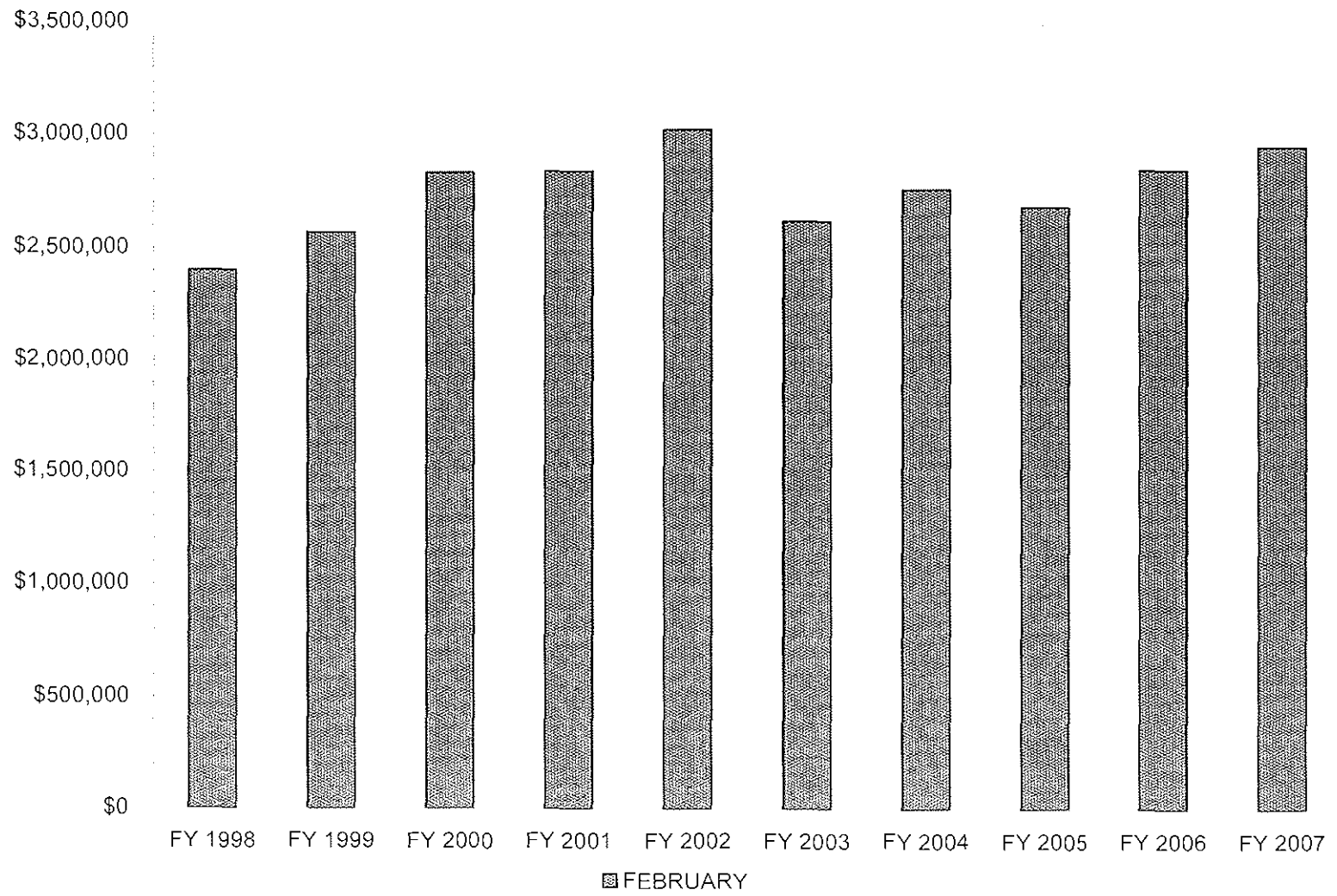
DATE: March 2, 2007 

SUBJECT: Financial Report – February

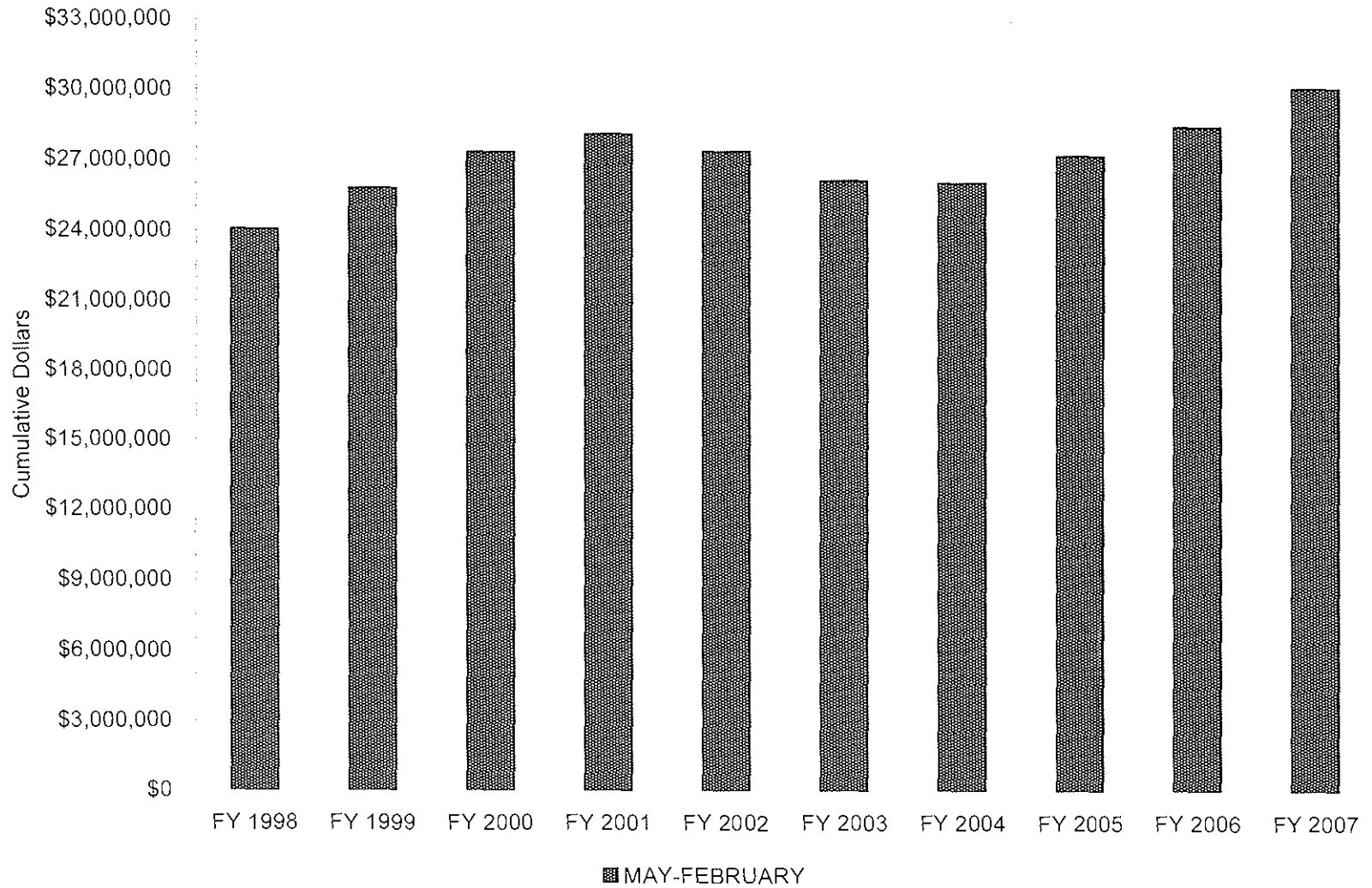
- Water sales for the fiscal year are under budget by \$4,090,817 (9.6%) and water purchases from Chicago are under budget by \$3,991,363 (10.2%).
- February sales tax collections (December sales) were \$1,165,108 (5.79%) more than the same period last fiscal year.
- The over budget condition in investment income is due to higher than budgeted investment yields.
- Commission's investment portfolio had a market value of \$149.3 million on February 28, 2007. The original purchase price of the portfolio was \$149.2 million. The portfolio was earning approximately 5.156% based on market yield and 5.156% based on original purchase price.

cc: Chairman and Commissioners

**DuPage Water Commission
Sales Tax Collected - Current Month**



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



DU PAGE WATER COMMISSION
REVENUE & EXPENSE REPORT (UNAUDITED)
AS OF: FEBRUARY 28TH, 2007

PAGE: 1

01 -WATER FUND
FINANCIAL SUMMARY

	CURRENT BUDGET	CURRENT PERIOD	PRIOR YEAR PO ADJUST.	Y-T-D ACTUAL	Y-T-D ENCUMBRANCE	BUDGET BALANCE	% OF BUDGET
<u>REVENUE SUMMARY</u>							
WATER SERVICE	49,400,736.00	3,307,850.52	0.00	38,281,603.00	0.00	11,119,133.00	77.49
TAXES	35,677,396.00	2,858,015.56	0.00	30,150,442.28	0.00	5,526,953.72	84.51
OTHER INCOME	4,540,280.00	617,070.29	0.00	6,198,765.38	0.00	(1,658,485.38)	136.53
TOTAL REVENUES	89,618,412.00	6,882,936.37	0.00	74,630,810.66	0.00	14,987,601.34	83.28
<u>EXPENDITURE SUMMARY</u>							
<u>ADMINISTRATION</u>							
PERSONNEL SERVICES	5,125,378.00	263,155.29	0.00	4,298,204.10	0.00	827,173.90	83.86
CONTRACT SERVICES	641,181.00	17,959.07	0.00	376,680.58	0.00	264,500.42	58.75
INSURANCE	864,484.00	59,618.17	0.00	653,800.13	0.00	210,683.87	75.63
OPERATIONAL SUPPORT SRVS	915,193.00	34,686.32	0.00	430,779.27	0.00	384,413.73	52.84
WATER OPERATION	54,910,943.00	3,185,833.40	0.00	40,455,429.52	0.00	14,455,513.48	73.67
BOND INTEREST	8,208,650.00	680,382.03	0.00	6,887,376.85	0.00	1,321,273.15	83.90
CAPITAL	6,839,725.00	560,425.72	0.00	5,607,067.28	0.00	1,232,657.72	81.98
WORK IN PROGRESS	0.00	17,479.82	0.00	1,202,168.74	0.00	(1,202,168.74)	0.00
TOTAL ADMINISTRATION	77,405,554.00	4,819,539.82	0.00	59,911,506.47	0.00	17,494,047.53	77.40
TOTAL EXPENDITURES	77,405,554.00	4,819,539.82	0.00	59,911,506.47	0.00	17,494,047.53	77.40
REVENUE OVER/(UNDER) EXPENDITURES	12,212,858.00	2,063,396.55	0.00	14,719,304.19	0.00	(2,506,446.19)	120.52

BALANCE SHEET

AS OF: FEBRUARY 28TH, 2007

01 -WATER FUND

ACCOUNT #	ACCOUNT NAME	2005-2006 BALANCE	2006-2007 BALANCE
<u>ASSETS</u>			
=====			
<u>CURRENT</u>			
CASH		357,503.60	198,286.03
INVESTMENTS		157,456,700.35	149,291,031.51
ACCOUNTS RECEIVABLE			
WATER SALES		4,258,955.50	4,912,273.94
INTEREST RECEIVABLE		1,030,533.50	798,421.87
OTHER		8,253,326.59	8,721,481.90
INVENTORY & PREPAIDS		910,649.13	727,292.62
TOTAL CURRENT ASSETS		172,267,668.67	164,648,787.87
<u>NONCURRENT ASSETS</u>			
FIXED ASSETS		447,353,376.32	447,660,773.71
LESS: ACCUMULATED DEPRECIATION	(84,761,073.50)		(91,469,211.39)
CONSTRUCTION WORK IN PROGRESS		15,820,455.76	21,414,776.08
LONG TERM RECEIVABLES		4,999,623.00	4,999,623.00
DEFERRED WATER SUPPLY CONTRACTS		868,166.47	0.00
TOTAL NONCURRENT ASSETS		384,280,548.05	382,605,961.40
TOTAL ASSETS		556,548,216.72	547,254,749.27
		=====	=====
<u>LIABILITIES</u>			
=====			
<u>CURRENT LIABILITIES</u>			
ACCOUNTS PAYABLE		3,756,983.72	3,979,544.82
BONDS PAYABLE		18,000,000.00	18,895,000.00
DUE TO THE COUNTY		15,000,000.00	15,000,000.00
ACCRUED INTEREST		3,704,220.83	3,323,179.17
CONTRACT RETENTION		916,325.96	954,779.14
DEFERRED REVENUE		2,738,017.73	2,630,578.72
TOTAL CURRENT LIABILITIES		44,115,548.24	44,783,081.85
<u>NONCURRENT LIABILITIES</u>			
REVENUE BONDS		105,580,666.50	96,873,994.00
GENERAL OBLIGATION BONDS		56,982,044.25	46,492,157.90
DUE TO THE COUNTY		15,000,000.00	0.00
TOTAL NONCURRENT LIABILITIES		177,562,710.75	143,366,151.90
TOTAL LIABILITIES		221,678,258.99	188,149,233.75
		=====	=====
BEGINNING EQUITY/RESERVES		326,064,667.84	344,386,211.33
TOTAL REVENUE		74,606,985.02	74,630,810.66
TOTAL EXPENSES		65,801,695.13	59,911,506.47
TOTAL EQUITY/RESERVES		8,805,289.89	14,719,304.19
NET ASSETS		556,548,216.72	547,254,749.27
		=====	=====

DU PAGE WATER COMMISSION
INVESTMENTS
(Unaudited)
February 28, 2007

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 02/28/07	BiD PRICE 02/28/07
Water Fund Depository Accounts (01-1210)											
Illinois Funds-Money Market	5.223%	02/28/07	03/01/07	5.223%	5.223%	\$ 1,354,598.30	\$ 1,354,598.30	\$ -	\$ 1,354,598.30	\$ -	100.000
Illinois Funds-Prime Fund	5.271%	02/28/07	03/01/07	5.271%	5.271%	1,148,694.05	1,148,694.05	-	1,148,694.05	-	100.000
				5.245%	5.245%	\$ 2,503,292.35	\$ 2,503,292.35	\$ -	\$ 2,503,292.35	\$ -	
Water Fund Oper. & Maint. Acct. (01-1211)											
Illinois Funds-Money Market	5.223%	02/28/07	03/01/07	5.223%	5.223%	\$ 6,066,756.84	\$ 6,066,756.84	\$ -	\$ 6,066,756.84	\$ -	100.000
Illinois Funds-Prime Fund	5.271%	02/28/07	03/01/07	5.271%	5.271%	4,561,976.13	4,561,976.13	-	4,561,976.13	-	100.000
				5.244%	5.244%	\$ 10,628,732.97	\$ 10,628,732.97	\$ -	\$ 10,628,732.97	\$ -	
Revenue Bond Interest Account (01-1212)											
One Group Government Money Market	1.333%	02/28/07	03/01/07	1.333%	1.333%	\$ 808.21	\$ 808.21	\$ -	\$ 808.21	\$ 2.79	100.000
U. S. Treas. Notes (JP Morgan)	3.625%	11/02/06	04/30/07	4.632%	5.010%	575,000.00	573,382.81	1,078.13	572,304.68	6,947.92	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	12/06/06	04/30/07	4.400%	5.010%	467,000.00	465,686.56	72.96	465,613.60	5,642.92	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	01/10/07	04/30/07	4.988%	5.010%	465,000.00	463,692.19	581.25	463,110.94	5,618.75	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	02/13/07	04/30/07	4.949%	5.010%	463,000.00	461,697.81	(18.09)	461,715.90	5,594.58	99.719
				4.734%	5.008%	\$ 1,970,808.21	\$ 1,965,267.58	\$ 1,714.25	\$ 1,963,553.33	\$ 23,806.96	
Revenue Bond Principal (01-1213)											
One Group Government Money Market	1.333%	02/28/07	03/01/07	1.333%	1.333%	\$ 517.58	\$ 517.58	\$ -	\$ 517.58	\$ 2.50	100.000
U. S. Treas. Notes (JP Morgan)	3.625%	05/15/06	04/30/07	4.777%	5.010%	901,000.00	898,465.94	7,109.45	891,356.49	10,887.08	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	06/09/06	04/30/07	4.861%	5.010%	729,000.00	726,949.69	5,752.26	721,197.43	8,808.75	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	07/14/06	04/30/07	4.956%	5.010%	727,000.00	724,955.31	5,452.50	719,502.81	8,784.58	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	08/09/06	04/30/07	4.808%	5.010%	723,000.00	720,966.56	4,010.38	716,956.18	8,736.25	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	09/12/06	04/30/07	4.734%	5.010%	719,000.00	716,977.81	2,864.76	714,113.05	8,687.92	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	10/04/06	04/30/07	4.606%	5.010%	717,000.00	714,983.44	1,848.51	713,134.93	8,663.75	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	11/02/06	04/30/07	4.632%	5.010%	810,000.00	807,721.88	1,518.74	806,203.14	9,787.50	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	12/06/06	04/30/07	4.400%	5.010%	723,000.00	720,966.56	112.97	720,853.59	8,736.25	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	01/10/07	04/30/07	4.988%	5.010%	722,000.00	719,969.38	902.50	719,066.88	8,724.17	99.719
U. S. Treas. Notes (JP Morgan)	3.625%	02/13/07	04/30/07	4.949%	5.010%	719,000.00	716,977.81	(28.09)	717,005.90	8,687.92	99.719
				4.770%	5.010%	\$ 7,490,517.58	\$ 7,469,451.96	\$ 29,543.98	\$ 7,439,907.98	\$ 90,506.67	
Revenue Bond Debt Svc. Reserve (01-1214)											
				N/A	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	
Water Fund Oper. & Maint. Res. (01-1215)											
Illinois Funds-Money Market	5.223%	02/28/07	03/01/07	5.223%	5.223%	\$ 6,721,728.96	\$ 6,721,728.96	\$ -	\$ 6,721,728.96	\$ -	100.000
Illinois Funds-Prime Fund	5.271%	02/28/07	03/01/07	5.271%	5.271%	5,341,881.20	5,341,881.20	-	5,341,881.20	-	100.000
				5.244%	5.244%	\$ 12,063,610.16	\$ 12,063,610.16	\$ -	\$ 12,063,610.16	\$ -	

FUND SOURCE	COUPON RATE	PURCHASE DATE	MATURITY DATE	PURCHASED TO YIELD	MARKET YIELD	PAR VALUE	MARKET	AMORTIZED DISCOUNT (PREMIUM)	PURCHASE PRICE	ACCRUED INTEREST 02/28/07	BID PRICE 02/28/07
Water Fund Depreciation Account (01-1216)											
Illinois Funds-Money Market	5.223%	02/28/07	03/01/07	5.223%	5.223%	\$ 1,778,954.55	\$ 1,778,954.55	\$ -	\$ 1,778,954.55	\$ -	100.000
Illinois Funds-Prime Fund	5.271%	02/28/07	03/01/07	5.271%	5.271%	3,623,264.00	3,623,264.00	-	3,623,264.00	-	100.000
				5.255%	5.255%	\$ 5,402,218.55	\$ 5,402,218.55	\$ -	\$ 5,402,218.55	\$ -	
Water Fund General Account (01-1217)											
Illinois Funds-Money Market	5.223%	02/28/07	03/01/07	5.223%	5.223%	\$ 25,981,447.77	\$ 25,981,447.77	\$ -	\$ 25,981,447.77	\$ -	100.000
Illinois Funds-Prime Fund	5.271%	02/28/07	03/01/07	5.271%	5.271%	1,577,555.19	1,577,555.19	-	1,577,555.19	-	100.000
				5.226%	5.226%	\$ 27,559,002.96	\$ 27,559,002.96	\$ -	\$ 27,559,002.96	\$ -	
Water Fund General Account (01-1218)											
Illinois Funds-Money Market	5.223%	02/28/07	03/01/07	5.223%	5.223%	\$ -	\$ -	\$ -	\$ -	\$ -	100.000
Illinois Funds-Prime Fund	5.271%	02/28/07	03/01/07	5.271%	5.271%	-	-	-	-	-	100.000
				N/A	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	
Sales Tax Funds (01-1230)											
Illinois Funds-Money Market	5.223%	02/28/07	03/01/07	5.223%	5.223%	\$ 18,842,591.88	\$ 18,842,591.88	\$ -	\$ 18,842,591.88	\$ -	100.000
Illinois Funds-Prime Fund	5.271%	02/28/07	03/01/07	5.271%	5.271%	10,765,851.83	10,765,851.83	-	10,765,851.83	-	100.000
Cert. of Deposit (Mid America Bank)	4.850%	04/17/06	04/16/07	4.850%	4.850%	6,000,000.00	6,000,000.00	-	6,000,000.00	252,731.51	100.000
Cert. of Deposit (Winfield Community Bank)	4.000%	06/21/06	06/15/07	4.000%	4.000%	2,500,000.00	2,500,000.00	-	2,500,000.00	69,041.10	100.000
Cert. of Deposit (West Suburban Bank)	5.519%	07/17/06	07/17/07	5.519%	5.519%	5,935,100.00	5,935,100.00	-	5,935,100.00	202,809.49	100.000
Cert. of Deposit (Suburban Bank & Trust)	5.260%	10/16/06	10/17/06	5.260%	5.260%	6,000,000.00	6,000,000.00	-	6,000,000.00	114,999.45	100.000
Cert. of Deposit (West Suburban Bank)	5.252%	10/16/06	10/16/07	5.252%	5.252%	64,900.00	64,900.00	-	64,900.00	1,260.70	100.000
Cert. of Deposit (Oak Brook Bank)	5.250%	01/12/07	01/14/08	5.250%	5.250%	6,000,000.00	6,000,000.00	-	6,000,000.00	40,561.64	100.000
				5.176%	5.176%	\$ 56,108,443.71	\$ 56,108,443.71	\$ -	\$ 56,108,443.71	\$ 681,403.89	
2001 G. O. Bonds Debt Service (01-1243)											
ABN AMRO Government Money Market	5.090%	02/28/07	03/01/07	5.090%	5.090%	\$ 12,546,616.58	\$ 12,546,616.58	\$ -	\$ 12,546,616.58	\$ 2,704.35	100.000
U. S. Treas. Notes (LaSalle Bank)	4.000%	02/13/07	08/31/07	5.092%	4.970%	1,283,000.00	1,276,585.00	1,002.34	1,275,582.66	-	99.500
U. S. Treas. Notes (LaSalle Bank)	4.625%	02/13/07	02/29/08	5.052%	4.870%	11,801,000.00	11,767,809.69	18,439.06	11,749,370.63	-	99.719
				5.072%	4.983%	\$ 25,630,616.58	\$ 25,591,011.27	\$ 19,441.40	\$ 25,571,569.87	\$ 2,704.35	
TOTAL ALL FUNDS				5.156%	5.156%	\$149,357,243.07	\$149,291,031.51	\$ 50,699.63	\$149,240,331.88	\$ 798,421.87	
February 28, 2007 90 DAY US TREASURY YIELD 5.010%											



DuPage Water Commission

MEMORANDUM

TO: Finance Committee

FROM: R. Max Richter
Financial Administrator *RMR*

DATE: March 2, 2007

SUBJECT: A/P History Report
A/P Regular Open Item Register

The following is a summary of the Historical Check Report and Accounts Payables for the March 8 Commission meeting as requested by the Finance Committee.

February A/P History Check Report (1)	\$3,526,882.13
A/P Regular Open Item Register	10,083.56
Total	<u>\$3,536,956.69</u>

(1) Previously authorized