



DuPage Water Commission

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

AGENDA

**FINANCE COMMITTEE
THURSDAY, MARCH 13, 2008
7:00 P.M.**

COMMITTEE MEMBERS

A. Poole, Chair
G. Mathews
J. Vrdolyak

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

- I. Roll Call
- II. Approval of Minutes for Committee Meeting of September 13, 2007
- III. Treasurer's Report – February, 2008
- IV. Financial Statements – February, 2008
- V. Accounts Payable
- VI. Ordinance No. O-1-08: An Ordinance of the DuPage Water Commission, Counties of DuPage, Cook and Will, Illinois, Abating the 2007 Tax Levy for the \$93,970,000 General Obligation Water Refunding Bonds, Series 2001, of the Commission
- VII. Resolution No. R-10-08: A Resolution Approving and Accepting the Proposal of McGladrey & Pullen, LLP for Audit Services
- VIII. Other
- IX. Adjournment

Board\Agendas\Finance\FC 2008-03.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 DUPAGE WATER COMMISSION
HELD ON JULY 12, 2007**

The meeting was called to order at 7:17 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 – May 10, 2007

A motion by Commissioner Vrdolyak, seconded by Commissioner Mathews, to approve the minutes of the May 10, 2007 Finance Committee meeting. This motion carried unanimously.

TREASURER'S REPORT – June 2007

Treasurer Thorn presented the June 2007 Treasurer's Report for Committee review.

FINANCIAL STATEMENTS – June 2007

The Committee reviewed the June 2007 financial statements. After a brief discussion, the Committee accepted the financial statements for June 2007.

ACCOUNTS PAYABLE

The Committee reviewed the Accounts Payable in the amount of \$14,793.18; a consensus for recommendation to the Board for approval.

OTHER BUSINESS

None

ADJOURNMENT

With no further business to come before the Committee, the meeting was adjourned at 7:20 P.M.



DuPage Water Commission

MEMORANDUM

TO: Robert Martin, General Manager

FROM: R. Max Richter, Financial Administrator

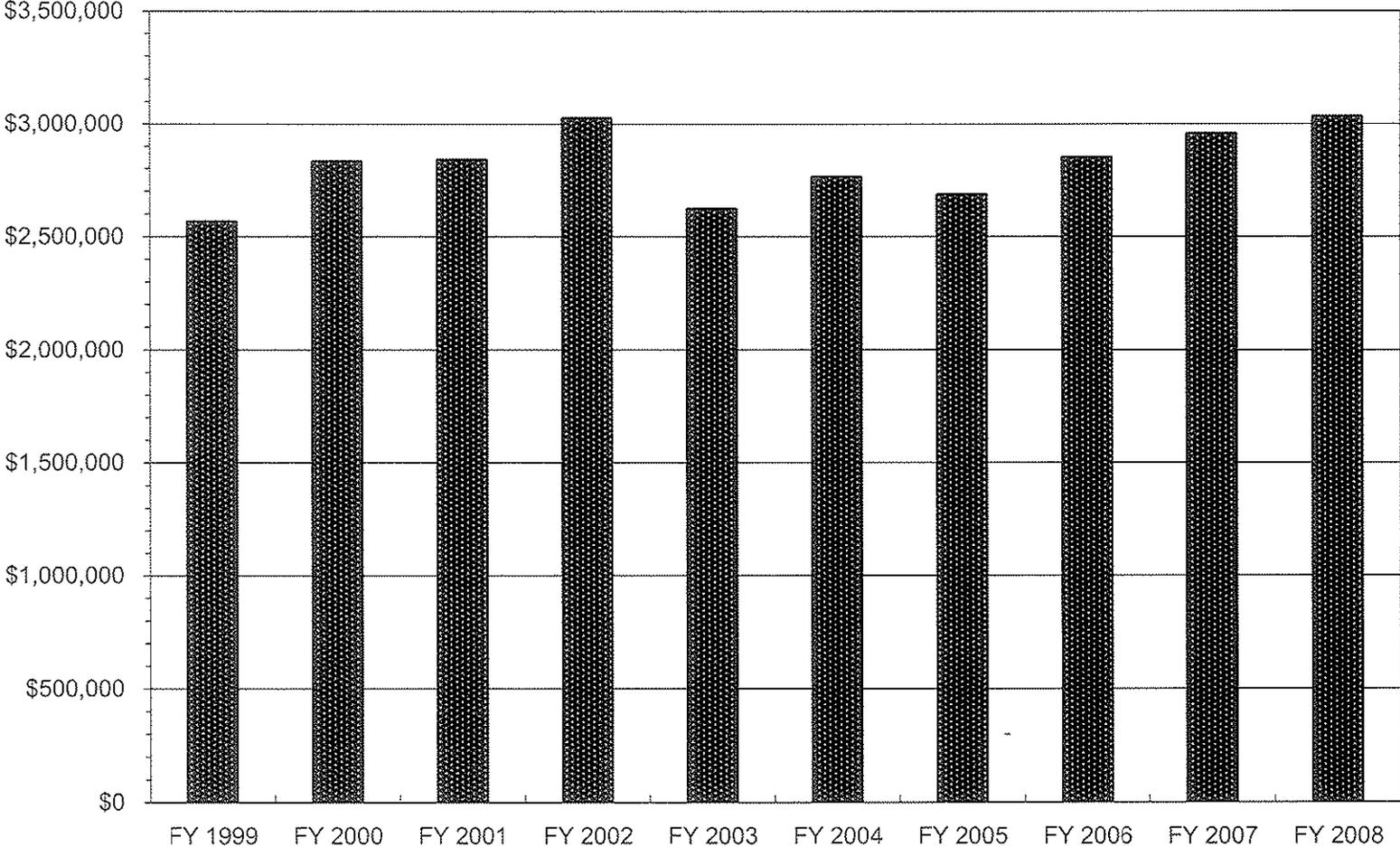
DATE: March 6, 2008

SUBJECT: Financial Report – February

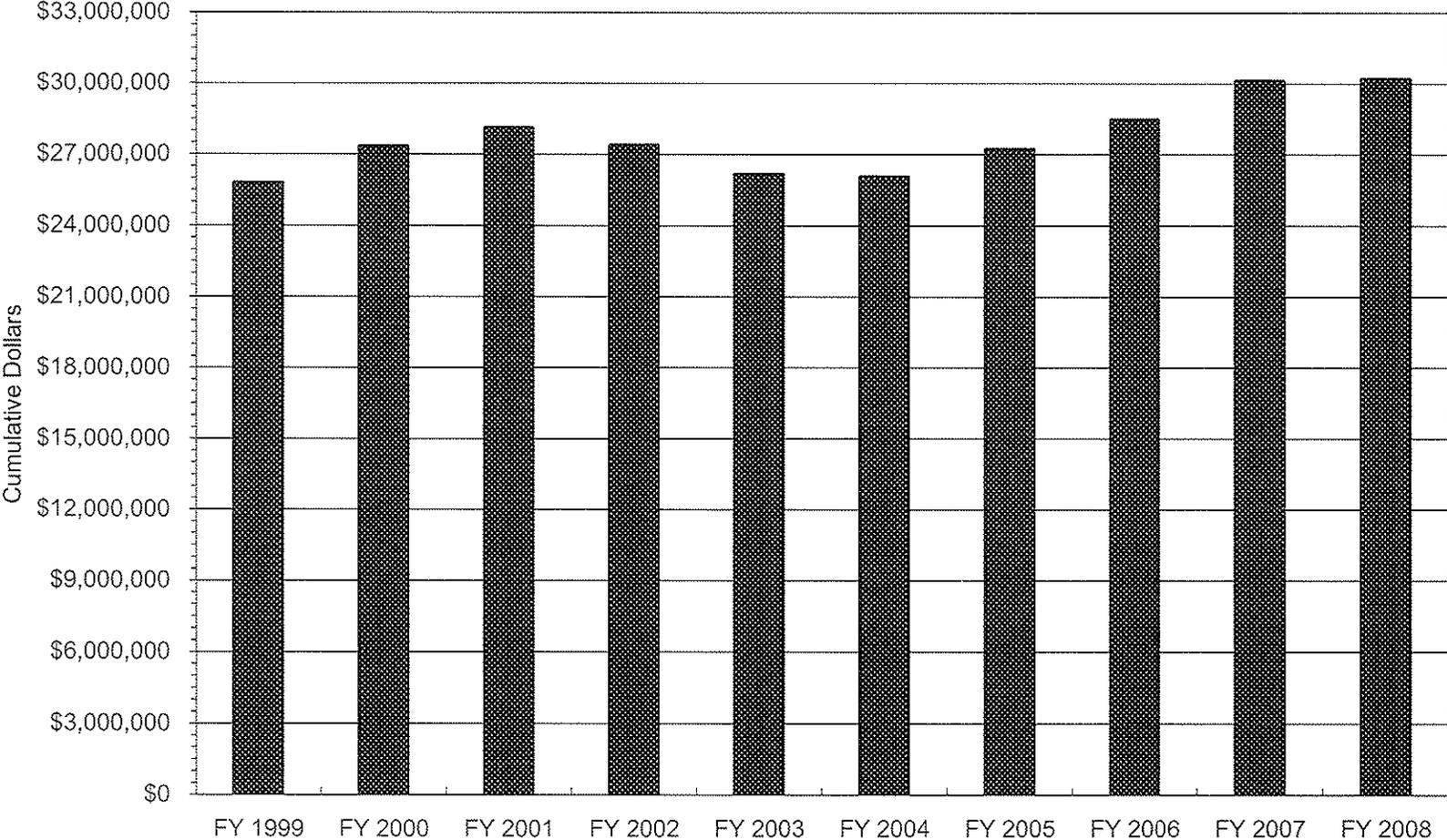
- Water sales for the fiscal year are under budget by \$0.4 million (0.01%) and water purchases from Chicago are under budget by \$0.3 million (0.01%).
- February sales tax collections (November sales) were \$76,661 (2.59%) more than the same period last fiscal year.
- Commission's investment portfolio had a market value of \$90.6 million on February 29, 2008. The original purchase price of the portfolio was \$90.6 million. The portfolio was earning approximately 3.089% based on market yield and 3.318% 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



BALANCE SHEET

AS OF: FEBRUARY 29TH, 2008

01 -WATER FUND

| ACCOUNT # | ACCOUNT NAME | 2006-2007 BALANCE | 2007-2008 BALANCE |
|---------------------------------|------------------|-----------------------|-------------------------|
| <u>ASSETS</u> | | | |
| ===== | | | |
| <u>CURRENT</u> | | | |
| CASH | | 198,286.03 | 724,000.42 |
| INVESTMENTS | | 149,291,031.51 | 90,566,141.57 |
| ACCOUNTS RECEIVABLE | | | |
| WATER SALES | | 4,912,273.94 | 3,472,805.02 |
| INTEREST RECEIVABLE | | 798,421.87 | 814,177.63 |
| OTHER | | 8,721,481.90 | 8,560,187.96 |
| INVENTORY & PREPAIDS | | 727,292.62 | 745,426.53 |
| TOTAL CURRENT ASSETS | | <u>164,648,787.87</u> | <u>104,882,739.13</u> |
| <u>NONCURRENT ASSETS</u> | | | |
| FIXED ASSETS | | 447,660,773.71 | 447,623,580.89 |
| LESS: ACCUMULATED DEPRECIATION | (91,469,211.39) | | (98,034,542.74) |
| CONSTRUCTION WORK IN PROGRESS | | 21,414,776.08 | 21,553,558.70 |
| LONG TERM RECEIVABLES | | 4,999,623.00 | 5,637,191.54 |
| DEFERRED WATER SUPPLY CONTRACTS | | 0.00 | 0.00 |
| TOTAL NONCURRENT ASSETS | | <u>382,605,961.40</u> | <u>376,779,788.39</u> |
| TOTAL ASSETS | | <u>547,254,749.27</u> | <u>481,662,527.52</u> |
| ===== | | | |
| <u>LIABILITIES</u> | | | |
| ===== | | | |
| <u>CURRENT LIABILITIES</u> | | | |
| ACCOUNTS PAYABLE | | 3,979,544.82 | 4,786,131.44 |
| BONDS PAYABLE | | 18,895,000.00 | 19,840,000.00 |
| DUE TO THE COUNTY | | 15,000,000.00 | 0.00 |
| ACCRUED INTEREST | | 3,323,179.17 | 2,923,220.83 |
| CONTRACT RETENTION | | 954,779.14 | 162,764.51 |
| DEFERRED REVENUE | | 2,630,578.72 | 2,429,586.45 |
| TOTAL CURRENT LIABILITIES | | <u>44,783,081.85</u> | <u>30,141,703.23</u> |
| <u>NONCURRENT LIABILITIES</u> | | | |
| REVENUE BONDS | | 96,873,994.00 | 87,925,616.00 |
| GENERAL OBLIGATION BONDS | | 46,492,157.90 | 35,589,385.96 |
| DUE TO THE COUNTY | | 0.00 | 0.00 |
| TOTAL NONCURRENT LIABILITIES | | <u>143,366,151.90</u> | <u>123,515,001.96</u> |
| TOTAL LIABILITIES | | <u>188,149,233.75</u> | <u>153,656,705.19</u> |
| ===== | | | |
| BEGINNING EQUITY/RESERVES | | 344,386,211.33 | 362,973,609.61 |
| TOTAL REVENUE | | 74,630,810.66 | 66,536,551.29 |
| TOTAL EXPENSES | | <u>59,911,506.47</u> | <u>101,504,338.57</u> |
| TOTAL EQUITY/RESERVES | | <u>14,719,304.19</u> | <u>(34,967,787.28)</u> |
| NET ASSETS | | <u>547,254,749.27</u> | <u>481,662,527.52</u> |
| ===== | | | |

DU PAGE WATER COMMISSION
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF: FEBRUARY 29TH, 2008

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 | 41,649,973.00 | 2,902,130.44 | 0.00 | 34,250,225.28 | 0.00 | 7,399,747.72 | 82.23 |
| TAXES | 36,390,944.00 | 3,034,676.00 | 0.00 | 28,622,159.85 | 0.00 | 7,768,784.15 | 78.65 |
| OTHER INCOME | 5,052,878.00 | 248,572.31 | 0.00 | 3,664,166.16 | 0.00 | 1,388,711.84 | 72.52 |
| TOTAL REVENUES | 83,093,795.00 | 6,185,378.75 | 0.00 | 66,536,551.29 | 0.00 | 16,557,243.71 | 80.07 |
| <u>EXPENDITURE SUMMARY</u> | | | | | | | |
| <u>ADMINISTRATION</u> | | | | | | | |
| REBATE | 40,000,000.00 | 0.00 | 0.00 | 40,000,000.00 | 0.00 | 0.00 | 100.00 |
| PERSONNEL SERVICES | 5,297,852.00 | 271,983.08 | 0.00 | 3,209,006.32 | 0.00 | 2,088,845.68 | 60.57 |
| CONTRACT SERVICES | 779,046.00 | 41,664.60 | 0.00 | 449,715.90 | 0.00 | 329,330.10 | 57.73 |
| INSURANCE | 828,501.00 | 58,929.17 | 0.00 | 632,449.61 | 0.00 | 196,051.39 | 76.34 |
| OPERATIONAL SUPPORT SRVS | 720,200.00 | 29,114.99 | 0.00 | 444,845.38 | 0.00 | 275,354.62 | 61.77 |
| WATER OPERATION | 52,987,096.00 | 3,862,767.50 | 0.00 | 42,539,036.65 | 0.00 | 10,448,059.35 | 80.28 |
| BOND INTEREST | 7,434,993.00 | 628,425.12 | 0.00 | 6,336,474.22 | 0.00 | 1,098,518.78 | 85.23 |
| CAPITAL | 6,963,224.02 | 523,999.78 | 0.00 | 5,546,198.28 | 0.00 | 1,417,025.74 | 79.65 |
| WORK IN PROGRESS | 9,715,000.00 | 476,612.26 | 0.00 | 2,346,612.21 | 0.00 | 7,368,387.79 | 24.15 |
| TOTAL ADMINISTRATION | 24,725,912.02 | 5,893,496.50 | 0.00 | 1,504,338.57 | 0.00 | 23,221,573.45 | 81.38 |
| TOTAL EXPENDITURES | 24,725,912.02 | 5,893,496.50 | 0.00 | 1,504,338.57 | 0.00 | 23,221,573.45 | 81.38 |
| REVENUE OVER/(UNDER) EXPENDITURES | (41,632,117.02) | 291,882.25 | 0.00 | (34,967,787.28) | 0.00 | (6,664,329.74) | 83.99 |

DU PAGE WATER COMMISSION
 INVESTMENTS
 (Unaudited)
 February 29, 2008

| FUND SOURCE | COUPON RATE | PURCHASE DATE | MATURITY DATE | PURCHASED TO YIELD | MARKET YIELD | PAR VALUE | MARKET | AMORTIZED DISCOUNT (PREMIUM) | PURCHASE PRICE | ACCRUED INTEREST 02/29/08 | BID PRICE 02/29/08 |
|--|-------------|---------------|---------------|--------------------|--------------|------------------|------------------|------------------------------|------------------|---------------------------|--------------------|
| Water Fund Depository Accounts (01-1210) | | | | | | | | | | | |
| Illinois Funds-Money Market | 1.810% | 02/29/08 | 03/01/08 | 1.810% | 1.810% | \$ 540,086.93 | \$ 540,086.93 | \$ - | \$ 540,086.93 | \$ - | 100.000 |
| Illinois Funds-Prime Fund | 3.208% | 02/29/08 | 03/01/08 | 3.208% | 3.208% | 1,205,785.44 | 1,205,785.44 | - | 1,205,785.44 | - | 100.000 |
| | | | | 2.776% | 2.776% | \$ 1,745,872.37 | \$ 1,745,872.37 | \$ - | \$ 1,745,872.37 | \$ - | |
| Water Fund Oper. & Maint. Acct. (01-1211) | | | | | | | | | | | |
| Illinois Funds-Money Market | 1.810% | 02/29/08 | 03/01/08 | 1.810% | 1.810% | \$ 4,995,793.10 | \$ 4,995,793.10 | \$ - | \$ 4,995,793.10 | \$ - | 100.000 |
| Illinois Funds-Prime Fund | 3.208% | 02/29/08 | 03/01/08 | 3.208% | 3.208% | 5,506,303.82 | 5,506,303.82 | - | 5,506,303.82 | - | 100.000 |
| | | | | 2.543% | 2.543% | \$ 10,502,096.92 | \$ 10,502,096.92 | \$ - | \$ 10,502,096.92 | \$ - | |
| Revenue Bond Interest Account (01-1212) | | | | | | | | | | | |
| One Group Government Money Market | 1.440% | 02/29/08 | 03/01/08 | 1.440% | 1.440% | \$ 990.01 | \$ 990.01 | \$ - | \$ 990.01 | \$ 0.58 | 100.000 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 11/09/07 | 04/30/08 | 3.510% | 1.770% | 602,000.00 | 604,445.63 | (1,410.93) | 605,856.56 | 9,782.50 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 12/12/07 | 04/30/08 | 3.261% | 1.770% | 426,000.00 | 427,730.63 | (865.31) | 428,595.94 | 6,922.50 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 01/14/08 | 04/30/08 | 2.958% | 1.770% | 424,000.00 | 425,722.50 | (629.38) | 426,351.88 | 6,890.00 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 02/20/08 | 04/30/08 | 2.082% | 1.770% | 421,000.00 | 422,710.31 | (526.25) | 423,236.56 | 6,841.25 | 100.406 |
| | | | | 3.007% | 1.770% | \$ 1,873,990.01 | \$ 1,881,599.08 | \$ (3,431.87) | \$ 1,885,030.95 | \$ 30,436.83 | |
| Revenue Bond Principal (01-1213) | | | | | | | | | | | |
| One Group Government Money Market | 1.440% | 02/29/08 | 03/01/08 | 1.440% | 1.440% | \$ 1,015.91 | \$ 1,015.91 | \$ - | \$ 1,015.91 | \$ 1.35 | 100.000 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 05/24/07 | 04/30/08 | 4.949% | 1.770% | 1,147,000.00 | 1,151,659.69 | 5,555.78 | 1,146,103.91 | 18,638.75 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 06/28/07 | 04/30/08 | 4.973% | 1.770% | 757,000.00 | 760,075.31 | 3,785.00 | 756,290.31 | 12,301.25 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 07/11/07 | 04/30/08 | 4.943% | 1.770% | 754,000.00 | 757,063.13 | 3,563.83 | 753,499.30 | 12,252.50 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 08/07/07 | 04/30/08 | 4.785% | 1.770% | 750,000.00 | 753,046.88 | 2,695.32 | 750,351.56 | 12,187.50 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 09/19/07 | 04/30/08 | 4.517% | 1.770% | 743,000.00 | 746,018.44 | (464.37) | 746,482.81 | 12,073.75 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 10/09/07 | 04/30/08 | 4.244% | 1.770% | 742,000.00 | 745,014.38 | 463.75 | 744,550.63 | 12,057.50 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 11/09/07 | 04/30/08 | 3.510% | 1.770% | 873,000.00 | 876,546.56 | (2,046.10) | 878,592.66 | 14,186.25 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 12/12/07 | 04/30/08 | 3.261% | 1.770% | 751,000.00 | 754,050.94 | (1,525.47) | 755,576.41 | 12,203.75 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 01/14/08 | 04/30/08 | 2.958% | 1.770% | 749,000.00 | 752,042.81 | (1,111.80) | 753,154.61 | 12,171.25 | 100.406 |
| U. S. Treas. Notes (JP Morgan) | 4.875% | 02/20/08 | 04/30/08 | 2.082% | 1.770% | 745,000.00 | 748,026.56 | (931.25) | 748,957.81 | 12,106.25 | 100.406 |
| | | | | 4.062% | 1.770% | \$ 8,012,015.91 | \$ 8,044,560.61 | \$ 9,984.69 | \$ 8,034,575.92 | \$ 130,180.10 | |
| Revenue Bond Debt Svc. Reserve (01-1214) | | | | | | | | | | | |
| | | | | N/A | N/A | \$ - | \$ - | \$ - | \$ - | \$ - | |
| Water Fund Oper. & Maint. Res. (01-1215) | | | | | | | | | | | |
| Illinois Funds-Money Market | 1.810% | 02/29/08 | 03/01/08 | 1.810% | 1.810% | \$ 10,633,717.17 | \$ 10,633,717.17 | \$ - | \$ 10,633,717.17 | \$ - | 100.000 |
| Illinois Funds-Prime Fund | 3.208% | 02/29/08 | 03/01/08 | 3.208% | 3.208% | 2,026,704.71 | 2,026,704.71 | - | 2,026,704.71 | - | 100.000 |
| | | | | 2.034% | 2.034% | \$ 12,660,421.88 | \$ 12,660,421.88 | \$ - | \$ 12,660,421.88 | \$ - | |

DU PAGE WATER COMMISSION
 INVESTMENTS
 (Unaudited)
 February 29, 2008

| FUND SOURCE | COUPON RATE | PURCHASE DATE | MATURITY DATE | PURCHASED TO YIELD | MARKET YIELD | PAR VALUE | MARKET | AMORTIZED DISCOUNT (PREMIUM) | PURCHASE PRICE | ACCRUED INTEREST 02/29/08 | BID PRICE 02/29/08 |
|--|-------------|---------------|---------------|--------------------------|---------------|-------------------------|-------------------------|------------------------------|-------------------------|---------------------------|--------------------|
| Water Fund Depreciation Account (01-1216) | | | | | | | | | | | |
| Illinois Funds-Money Market | 1.810% | 02/29/08 | 03/01/08 | 1.810% | 1.810% | \$ 2,379,231.47 | \$ 2,379,231.47 | \$ - | \$ 2,379,231.47 | \$ - | 100.000 |
| Illinois Funds-Prime Fund | 3.208% | 02/29/08 | 03/01/08 | 3.208% | 3.208% | 3,803,344.31 | 3,803,344.31 | - | 3,803,344.31 | - | 100.000 |
| | | | | 2.670% | 2.670% | \$ 6,182,575.78 | \$ 6,182,575.78 | \$ - | \$ 6,182,575.78 | \$ - | |
| Water Fund General Account (01-1217) | | | | | | | | | | | |
| Illinois Funds-Money Market | 1.810% | 02/29/08 | 03/01/08 | 1.810% | 1.810% | \$ - | \$ - | \$ - | \$ - | \$ - | 100.000 |
| Illinois Funds-Prime Fund | 3.208% | 02/29/08 | 03/01/08 | 3.208% | 3.208% | 901,083.12 | 901,083.12 | - | 901,083.12 | - | 100.000 |
| | | | | 3.208% | 3.208% | \$ 901,083.12 | \$ 901,083.12 | \$ - | \$ 901,083.12 | \$ - | |
| Water Fund General Account (01-1218) | | | | | | | | | | | |
| Illinois Funds-Money Market | 1.810% | 02/29/08 | 03/01/08 | 1.810% | 1.810% | \$ - | \$ - | \$ - | \$ - | \$ - | 100.000 |
| Illinois Funds-Prime Fund | 3.208% | 02/29/08 | 03/01/08 | 3.208% | 3.208% | - | - | - | - | - | 100.000 |
| | | | | N/A | N/A | \$ - | \$ - | \$ - | \$ - | \$ - | |
| Sales Tax Funds (01-1230) | | | | | | | | | | | |
| Illinois Funds-Money Market | 1.810% | 02/29/08 | 03/01/08 | 1.810% | 1.810% | \$ 4,130,254.54 | \$ 4,130,254.54 | \$ - | \$ 4,130,254.54 | \$ - | 100.000 |
| Illinois Funds-Prime Fund | 3.208% | 02/29/08 | 03/01/08 | 3.208% | 3.208% | 4,628,302.54 | 4,628,302.54 | - | 4,628,302.54 | - | 100.000 |
| Cert. of Deposit (Mid America Bank) | 5.000% | 05/07/07 | 05/07/08 | 5.000% | 5.000% | 6,000,000.00 | 6,000,000.00 | - | 6,000,000.00 | 244,931.51 | 100.000 |
| Cert. of Deposit (Winfield Community Bank) | 4.500% | 06/15/07 | 06/15/08 | 4.500% | 4.500% | 2,500,000.00 | 2,500,000.00 | - | 2,500,000.00 | 79,828.77 | 100.000 |
| Cert. of Deposit (West Suburban Bank) | 5.276% | 07/17/07 | 07/17/08 | 5.276% | 5.276% | 5,935,100.00 | 5,935,100.00 | - | 5,935,100.00 | 194,744.78 | 100.000 |
| Cert. of Deposit (West Suburban Bank) | 4.750% | 10/16/07 | 10/16/08 | 4.750% | 4.750% | 64,900.00 | 64,900.00 | - | 64,900.00 | 1,148.64 | 100.000 |
| Cert. of Deposit (Suburban Bank & Trust) | 4.750% | 10/18/07 | 10/17/08 | 4.750% | 4.750% | 6,000,000.00 | 6,000,000.00 | - | 6,000,000.00 | 104,630.14 | 100.000 |
| Cert. of Deposit (Oak Brook Bank) | 3.240% | 01/15/08 | 01/14/09 | 3.240% | 3.240% | 6,000,000.00 | 6,000,000.00 | - | 6,000,000.00 | 23,967.12 | 100.000 |
| | | | | 4.060% | 4.060% | \$ 35,258,557.08 | \$ 35,258,557.08 | \$ - | \$ 35,258,557.08 | \$ 649,250.96 | |
| 2001 G. O. Bonds Debt Service (01-1243) | | | | | | | | | | | |
| FAMGOFIC Money Market | 3.160% | 02/29/08 | 03/01/08 | 3.160% | 3.160% | \$ 13,389,374.73 | \$ 13,389,374.73 | \$ - | \$ 13,389,374.73 | \$ 4,309.74 | 100.000 |
| | | | | 3.160% | 3.160% | \$ 13,389,374.73 | \$ 13,389,374.73 | \$ - | \$ 13,389,374.73 | \$ 4,309.74 | |
| TOTAL ALL FUNDS | | | | 3.318% | 3.089% | \$ 90,525,987.80 | \$ 90,566,141.57 | \$ 6,552.82 | \$ 90,559,588.75 | \$ 814,177.63 | |
| February 29, 2008 | | | | 90 DAY US TREASURY YIELD | | 1.710% | | ===== | | | |



DuPage Water Commission

MEMORANDUM

TO: Finance Committee

FROM: R. Max Richter *BMR*
Financial Administrator

DATE: March 5, 2008

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 13th Commission meeting as requested by the Finance Committee.

| | |
|---------------------------------------|-----------------------|
| February A/P History Check Report (1) | \$4,783,305.91 |
| A/P Regular Open Item Register | 14,848.00 |
| Total | <u>\$4,798,153.91</u> |

(1) Previously authorized