



DuPage Water Commission

600 E. Butterfield Road, Elmhurst, IL 60126-4642
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AGENDA

**FINANCE COMMITTEE
THURSDAY, MAY 17, 2012
6:00 P.M.**

COMMITTEE MEMBERS

P. Suess, Chair
C. Janc
J. Pruyn
D. Russo

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

- I. Roll Call
- II. Approval of Minutes for Regular Committee Meeting of April 19, 2012 and Special Finance Committee Meeting of April 12, 2012.
- III. Approval of Reconciliations
- IV. Treasurer's Report – April 2012
- V. Financial Statements – April 2012
- VI. Quarterly Budget Review
- VII. Ordinance No. O-6-12: An Ordinance Further Amending the \$30,000,000 Taxable Debt Certificate, Series 2009, of the DuPage Water Commission, Counties of DuPage, Cook and Will, Illinois, Pursuant to Agreement with the Original Purchaser [West Suburban Bank]
- VIII. Ordinance No. O-7-12: An Ordinance Further Amending the \$40,000,000 Taxable Debt Certificate, Series 2010, of the DuPage Water Commission, Counties of DuPage, Cook and Will, Illinois, Pursuant to Agreement with the Original Purchaser [The Northern Trust Company]
- IX. Election of Interest Period under Northern Trust Certificate of Debt
- X. Discussion on selection of Financial Advisor
- XI. Update on the Legal Review of Financial Contracts
- XII. Discussion on Refinancing Debt
- XIII. List of Forensic Audit Action Items and financial oversight and controls
- XIV. Accounts Payable

All visitors must present a valid driver's license or other government-issued photo identification, sign in at the reception area and wear a visitor badge while at the DuPage Pumping Station.

XV. Other

XVI. Executive Session

(Concurrence of a Majority of those Commissioners Present, provided there is a quorum—minimum 4)

RECOMMENDED MOTION: To go into Executive Session to discuss security procedures pursuant to 5 ILCS 120/2(c)(8), to discuss matters related to personnel pursuant to 5 ILCS 120/2(c)(1) and (2), to discuss acquisition of real estate pursuant to 5 ILCS 120/2(c)(5), to discuss pending, probable, or imminent litigation pursuant to 5 ILCS 120/2(c)(11), and/or to discuss minutes of closed meetings pursuant to 5 ILCS 120/2(c)(21) (Roll Call).

RECOMMENDED MOTION: To come out of Executive Session (Voice Vote).

XVII. Adjournment

**MINUTES OF A MEETING OF THE
FINANCE COMMITTEE
OF THE DUPAGE WATER COMMISSION
HELD ON THURSDAY, APRIL 19, 2012
600 EAST BUTTERFIELD ROAD
ELMHURST, ILLINOIS**

The meeting was called to order at 6:03 P.M.

Committee members in attendance: P. Suess, C. Janc and D. Russo

Committee members absent: J. Pruyn and J. Zay (*ex officio*)

Also in attendance: J. Spatz, T. McGhee, N. Narducci, S. Lux of Baker Tilly, and J. Rodriguez

Minutes

Commissioner Janc moved to approve the Minutes of the March 15, 2012 Finance Committee meeting as presented. Seconded by Commissioner Russo and unanimously approved by a Voice Vote.

Approval of Reconciliations

Treasurer Narducci noted that the reconciliations were approved.

Treasurer's Report – March 2012

Treasurer Narducci provided the Committee with a summary of the March Treasurer's Report.

Mr. Lux noted that the cash and investments are higher this month because of the timing of receipts.

General Manager Spatz noted that all items tagged with PFM Asset Management have been moved to The PFM Group to start investing. Mr. Lux added that the investments are transferred into the operating and maintenance reserve account and the depreciation account in March and in April the board designated \$13M amount in the general account to The PFM Group for investing.

Commissioner Janc asked if line F on page six was a building account. Mr. Lux responded in the affirmative and added that the Commission is mandated by the bond ordinance to deposit 1/12th of the Commission's principle and interest requirements which builds to the balance in Other Cash. General Manager Spatz added that this will be paid May 1.

Commissioner Russo asked if Treasurer Narducci had met with staff prior to this committee meeting to review all necessary finance items. Treasurer Narducci

responded that he normally meets with staff a few hours prior to the committee meeting but he was running late this meeting.

Financial Statements – March 2012

Mr. Lux provided the Committee with a summary of the March Financial Statements.

He noted that the water usage chart was added to the Financial Statements per the Committee's request. Commissioner Russo asked what the projected water loss was in the rate model. General Manager Spatz responded that the rate model projected 2% loss every year. He added that the rate model also projected a 3% loss from the water purchased from the City of Chicago which means the Commission sells only 97% of water purchased and right now the Commission is selling 98% of what is purchased so the full 3% loss is not being witnessed in the water usage chart. Mr. Lux added that this is based on a five year trend.

Chairman Suess asked why there are two different amounts on different pages for the sales tax subaccount. Mr. Lux responded that the sales tax subaccount on page 5 is a summary of accounts based on net assets which is the total cash less any liabilities funded by that cash so the sales tax subaccount is net of construction liabilities and retainage payable and customer deposits so the difference represents those liabilities that are funded through the sales tax account when they come due.

Resolution R-17-12

Mr. Lux stated that the resolution is for staff to use some sales tax money to pay down the debt certificates. He added that the sales tax account is for construction activities and the way the policy is set up is that there is \$13M in the sales tax account and \$3M worth of liabilities and \$2.5M for the capital plan for next year. He added that there are significant resources in the account and what is proposed is to transfer some money out of sales tax account and use that to pay down debt next month or the month after for when the West Suburban and Northern Trust certificates are due.

Commissioner Janc asked how much staff would like to use to pay down the debt certificates. Mr. Lux stated that \$9M is being proposed to pay down the debt and there is \$9M more in the general account above the board designated reserve of \$13M so a combination between the \$9M in the general account and the \$4-5M of the sales tax dollars to use to make the debt certificate payments in the next few months.

Commissioner Russo stated that he thought that the Commission was concerned about construction and replacement of funds in the in the five year plan rate model. He stated that there is a feeling of nervousness about having too much money in the reserves because of what happened in the past but he thought that the Commission might be a little under in the reserves by the end of the five years. Manager of Operations McGhee stated that though there may be significant monies in the reserve, staff is not considering capital expenditures to the same extent as was the case in the past. Commissioner Russo stated that he wanted to make sure this is not happening. General

Manager Spatz stated that the restricted reserves requirements stay the same based on the bond ordinance and the unrestricted reserves continue to build even with paying down the debt.

Mr. Lux asked the committee members to turn to page 6 of the Treasurer's Report and look at the operating cash contingency line has \$19M favorable and minus the \$9M the Commission will still have \$10M above the \$13M that is board designated.

Mr. Lux added that the Commission makes \$3M in cash flow and \$1.2M goes to cover the principal/interest requirements to the Bank of New York, \$175,000 goes to the depreciation account, and during most of fiscal year 2012 the Commission was receiving a credit from the City of Chicago from \$350,000-\$500,000 which helped the Commission pay less for the water bill. He added that the Commission is going to have to pay more on the water bill as the credit is completed.

Commissioner Russo asked how much money the Commission would have left to pay on the debt certificates after the \$9M payment is made. General Manager Spatz stated that the Commission would have \$15M left to pay to West Suburban Bank which would be paid in half and \$30M to Northern Trust.

Treasurer Narducci asked staff if the new Financial Administrator could do a cash analysis so the committee could have all of the information when it is discussed. Manager of Operations McGhee stated that this would be a good exercise for the new Financial Administrator.

After more discussion, the committee was in agreement to recommend Resolution R-17-12 for approval.

Election of Interest Period under Northern Trust Certificate of Debt

General Manager Spatz stated that the Libor rate for one month is 0.24% which has not changed since last month.

The committee members agreed to reset the interest period to one month.

Ordinance O-4-12

Manager of Operations stated that this is the budget ordinance and staff is asking the committee to approve for recommendation the management budget as presented. He added that the questions from some Commissioners were answered in the board packet.

Commissioner Janc asked if there were any significant changes from this version compared to the older version. General Manager Spatz replied that there is a minor salary adjustments based on the discussion at the last executive session. He added that when he adjusted the salaries he added money to the legal account for legal services.

Chairman Suess asked if the operating costs excluding the cost of water is \$3M less than last year. General Manager Spatz responded that it is \$3.2-\$3.3M less than last year. Chairman Suess stated that this is a point that needs to be made in the main meeting.

Ordinance O-5-12

Manager of Operations McGhee stated that this ordinance establishes fixed cost for the fiscal year May 1, 2012-April 30, 2013. He added that normally the Commission does everything together with the operating and maintenance rate and the fixed cost rate but the operating and maintenance rate increase was shifted to adjust on January 1 and the fixed cost is staying the same at the beginning of each fiscal year. He added that the Commission is staying with the policy of paying 50% of the fixed cost and the customers paying the other half which is roughly \$7M which has an equivalency rate of \$0.26 per 1,000 gallons.

Chairman Suess asked what the rate was last year. General Manager Spatz responded that last year's amount is the same as this year's and it will increase next fiscal year to \$0.27 based on the assumption that water sales will decrease.

Resolution R-13-12

Manager of Operations McGhee stated that this resolution is an amendment to the agreement with Baker Tilly for financial services that was to end at the end of the 2012 fiscal year. He stated that staff is asking to extend the contract another five months at the cost of \$22,000 per month for a total of \$110,000. He added that Baker Tilly might not stay the entire five months since it depends on the learning curve of the new Financial Administrator and they will be able to stay on through the audit.

General Manager Spatz stated that if Baker Tilly does not stay on for five months the Commission has the flexibility of bringing Baker Tilly back for another project.

Update on the Financial Administrator Search

General Manager Spatz informed the committee that Cheryl Peterson and he had agreed on a salary. He added that she still needed to go to DuPage County's board meeting possibly on May 8th for approval after she is approved by the Commission later on that night.

Update on the Legal Review of Financial Contracts

Manager of Operations McGhee stated that General Manager Spatz had spoken with Holland & Knight this past week and they have had conversations with Harris Bank's legal service and they are finishing up a handful of items and everything should be approved in the next week.

At this time, General Manager Spatz left the meeting.

Approval of Capital Asset Policy

Manager of Operations McGhee stated that the Commission never had a formalized policy for capital assets and the Commissioner’s auditors wanted it in place so Mr. Lux drafted this policy.

Commissioner Janc asked if the policy is in compliance with GAAP. Mr. Lux responded in the affirmative and added that most of this policy was taken from the fixed asset footnote.

Discussion of Refinancing Outstanding Bond Debt

Manager of Operations McGhee stated that at the special finance meeting the week prior there was a presentation and discussion on refinancing the outstanding bond debt and that Commissioner Janc brought up a good point regarding the fact that The PFM Group has a branch that does this kind of refinancing. He added that General Manager Spatz has contacted The PFM Group and he’s waiting to hear back from them. Mr. Lux added that General Manager Spatz had asked for the Commissioners to send any recommendations that they had for Financial Advisors.

Chairman Suess stated that as a point of policy staff should put together a Request for Proposals to hire a Financial Advisor and send this to The PFM Group; Speer Financial, Inc.; Ehlers, Inc; and others. Commissioner Janc stated that he had spoken with someone from the municipal investment bank recently about The PFM Group and he will ask the banker what other Financial Advisors that they recommend.

Commissioner Russo stated that there should be a concrete three to five year plan, similar to the rate model, that this is the direction that the Commission is going to run the finances. Chairman Suess agreed with Commissioner Russo’s suggestion and added that a plan is better than figuring out how to react to something when it emerges. He added that the Commission has made good progress so far and this is the next issue.

Commissioner Russo asked about the cost of hiring a Financial Advisor. Manager of Operations McGhee stated that a cap or a not-to-exceed amount could be decided on prior to the hire.

Accounts Payable

Mr. Lux presented the Accounts Payable to the committee members.

March 7, 2012 – April 10, 2012	\$5,296,632.18
<u>Estimated</u>	<u>\$6,360,985.00</u>
Total	\$11,657,617.18

Other

Chairman Suess stated that the Finance Committee meeting start time is going to remain at 6:00 P.M. since one of the items on the forensic audit was that the Finance Committee was always rushed and it enables General Manager Spatz to attend other meetings.

Manager of Operations McGhee added that the problem is that the time was originally set by the full board and if the time needs to be changed the whole board needs to approve it. He added that there is no stipulation that states that the Finance Committee has to meet before the board meeting and that they can meet on another night or more than once a month.

Commissioner Suess stated that for now to keep the meeting at 6:00 P.M. then around November or December the committee can revisit it since that is when the meeting dates are published for the next year.

Adjournment

Commissioner Russo moved to adjourn the meeting at 6:54 P.M. Seconded by Commissioner Janc and unanimously approved by a Voice Vote.

**MINUTES OF A SPECIAL MEETING OF THE
FINANCE COMMITTEE
OF THE DUPAGE WATER COMMISSION
HELD ON THURSDAY, APRIL 12, 2012
600 E. BUTTERFIELD ROAD
ELMHURST, ILLINOIS**

The meeting was called to order by Chairman Suess at 5:09 P.M.

Commissioners in attendance: P. Suess, C. Janc, D. Russo, J. Pruyn (arrived at 5:13 P.M.), and R. Furstenau

Commissioners absent: J. Zay (*ex officio*)

Also in attendance: J. Spatz, T. McGhee, N. Narducci, C. Johnson, J. Rodriguez, S. Lux of Baker Tilly and V. Chang, A. Cook, and L. Ng of Wells Fargo Securities

PRESENTATION BY WELLS FARGO SECURITIES TO REFINANCE THE SERIES 2003 REVENUE BONDS

General Manager Spatz explained that staff was reviewing how to reduce the interest to the Series 2003 Revenue Bonds and save the Commission money. He added that Wells Fargo Securities had presented a reduction of interest scenario to Board Chairman Zay, Mr. Lux, and himself prior to this special meeting and decided that this meeting would be a good opportunity to present their findings to the committee.

Mr. Chang presented Wells Fargo Securities' findings to the committee on reducing interest by either refinancing this year on a taxable basis or next year on a tax exempt basis.

Commissioner Pruyn arrived at 5:13 P.M.

The following concerns were addressed during the presentation:

- The Charter Customer Contracts.
- The Commission's revenue bond ratings

Commissioner Janc asked Mr. Chang that even though issuance is down how is the current investor appetite. Mr. Chang answered that investor appetite is very strong in the municipal world as well as for short term taxable bonds. He added that supply is increasing but volatile.

Mr. Lux asked why in the first presentation given to General Manager Spatz, Board Chairman Zay, and himself the amount of refunding bonds was \$41M and now it is \$53M. Mr. Chang responded that bond counsel needs to see if the rest of the amount can be callable and can be used for this refinancing. He added that if this amount is callable then the amount will be \$53M.

Chairman Suess asked what the difference in rates between taxable bonds versus tax exempt bonds. Mr. Chang responded that currently there is no difference except that

Special Finance Committee Minutes April 12, 2012

taxable bonds are 1-2 basis points less than tax exempt bonds. He added that the Commission has the option of waiting until next year to take advantage of the tax exempt bond refinancing or refinancing this year with the taxable bonds.

General Manager Spatz suggested preparing a break-even analysis of refinancing now versus waiting until next year to refinance and asked how much interest rates would have to increase to break-even. Mr. Chang responded that assuming everything stayed the same, with a cushion of 100 basis points; the Commission would still save around \$500,000. General Manager Spatz then asked if the money put in escrow can be taken out in an emergency. Mr. Chang responded that the money cannot be taken out.

Mr. Chang informed the committee that the Commission has an option to write an ordinance with certain parameters and when those conditions are met and wait until the market hits the specifications of the ordinance then go through with the refinancing.

After much discussion on interest rates, Commissioner Janc suggested focusing on just evaluating the proposal showing the savings and not specifically on interest rates.

Mr. Chang concluded the presentation by noting there needs to be more discussion with rating agencies and counsel to work out the details discussed at this special meeting with an approximate six weeks to complete the refinancing process.

The committee members decided to research more about refinancing now versus next year.

Chairman Suess called for a five minute recess and the committee reconvened at 6:25 P.M.

EXECUTIVE SESSION

Commissioner Furstenau moved to go into Executive Session to discuss matters related to personnel pursuant to 5 ILCS 120/2(c)(1) and (2). Seconded by Commissioner Russo and unanimously approved by a Roll Call Vote.

Ayes: R. Furstenau, C. Janc, J. Pruyn D. Russo and P. Suess

Nays: None

Absent: J. Zay (*ex officio*)

The Board went into Executive Session at 6:25 P.M.

Chairman Suess moved to come out of Executive Session at 8:45 P.M. Seconded by Commissioner Janc and unanimously approved by a Voice Vote.

Commissioner Janc suggested contacting The PFM Group regarding their financial advice as to refinancing options on the Commission's bond deals.

OTHER

General Manager Spatz stated that he would be sending out Request for Proposals for Legal Services shortly and asked the Commissioners to e-mail him any recommendations that they may have.

ADJOURNMENT

Commissioner Russo moved to adjourn the meeting at 8:55 P.M. Seconded by Commissioner Janc and unanimously approved by a Voice Vote.

All voted aye. Motion carried.

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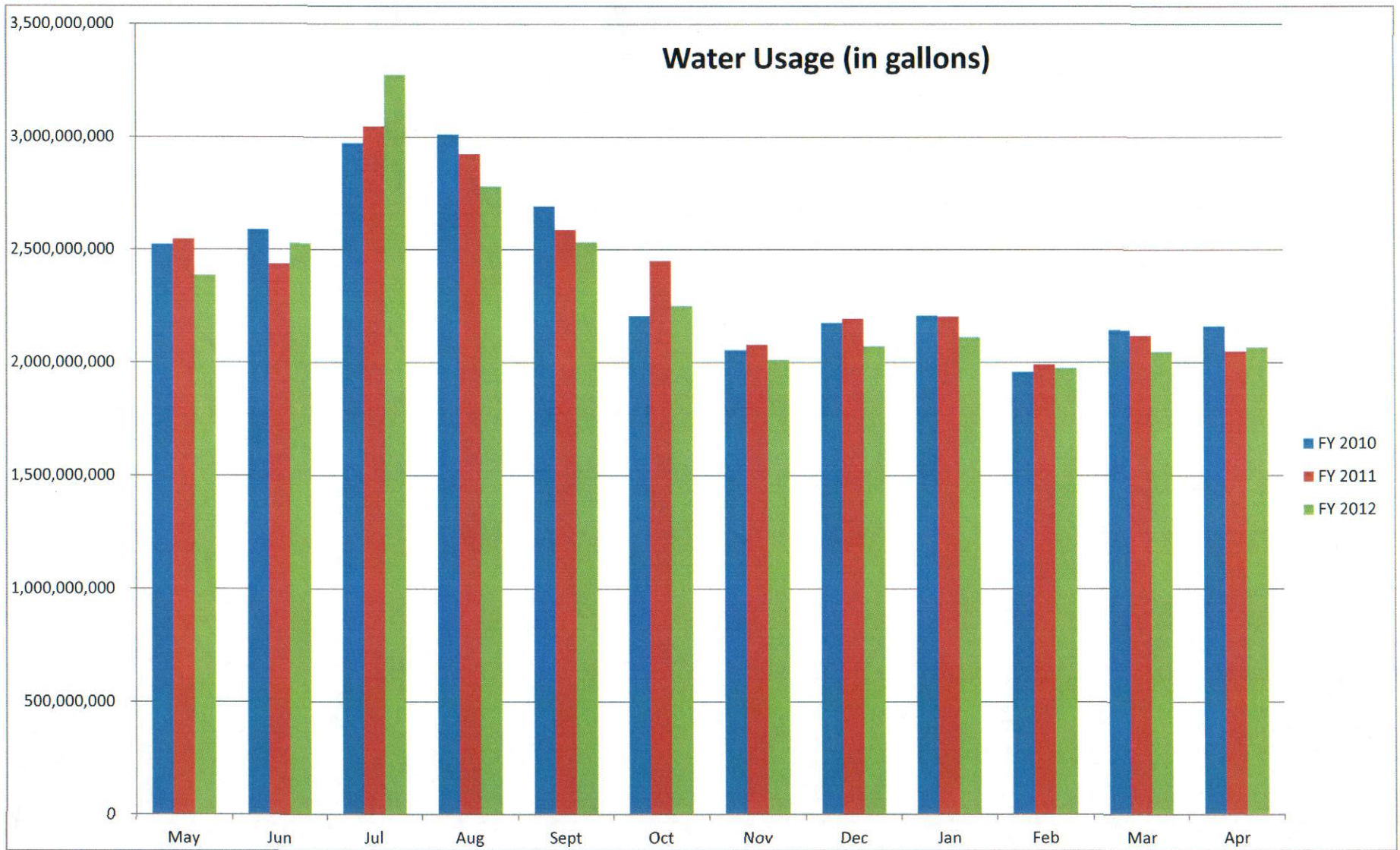
DuPage Water Commission

MEMORANDUM

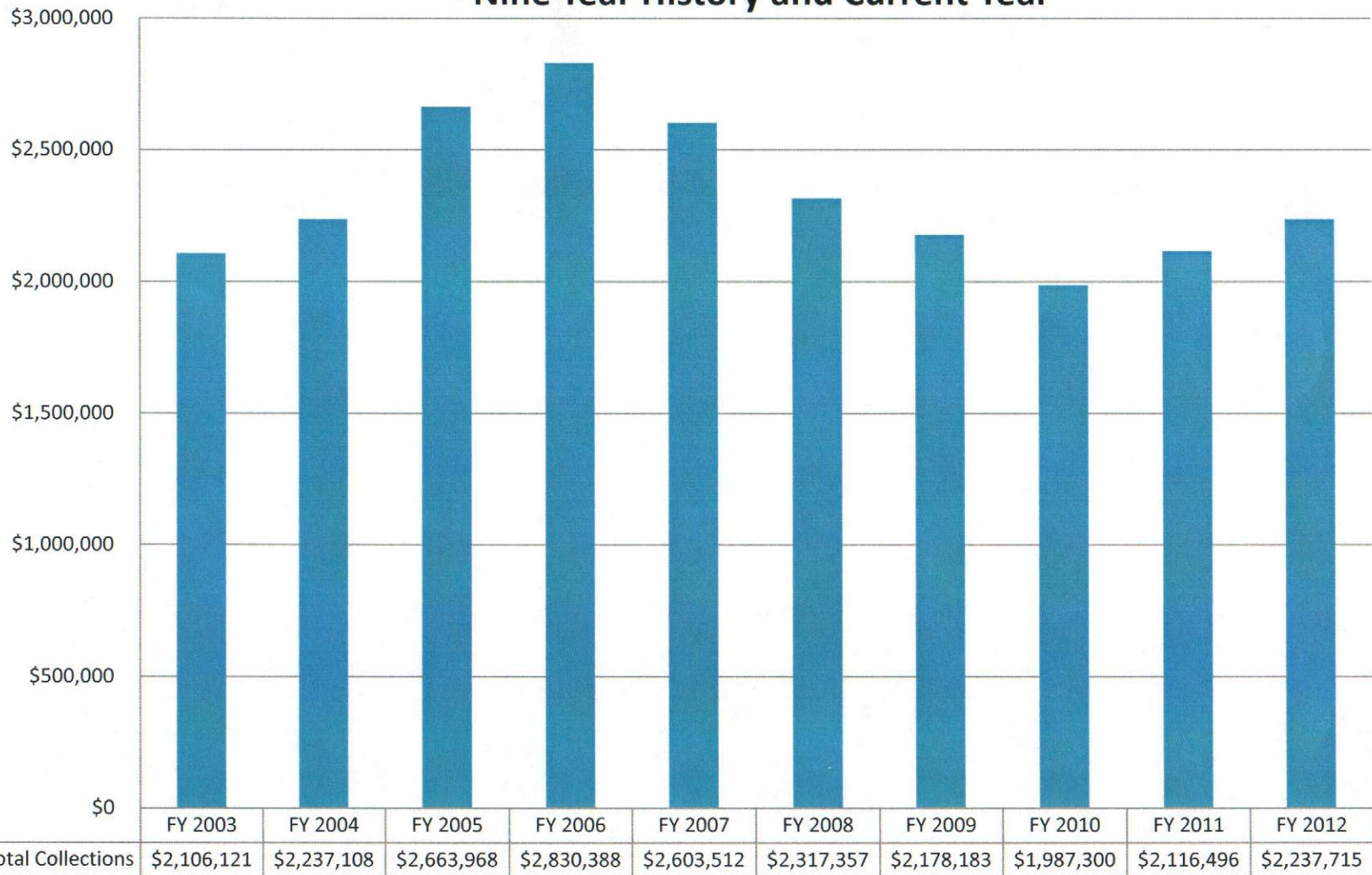
TO: John Spatz, General Manager
FROM: Baker Tilly, Consultant
DATE: May 10, 2012
SUBJECT: Financial Report – April 30, 2012

- Water sales to Commission customers for April were 11.9 million gallons (.6%) less than April 2011 and 13.2 million gallons more than March 2012. Year to date water sold to customers is 2.14% less than the prior year. Water billings to customers was \$5.515 million and water purchases from the City of Chicago was \$5.182 million.
- April sales tax collections (January) were \$2.237 million or 5.73% more than the same period last fiscal year. Cumulatively, sales tax is \$1,321,215 greater as compared to prior year (4.33%).
- Water billing receivables at the April month end (\$7.5 million) decreased from the prior month (\$7.8 million) by \$.3 million. This decrease is due to the timing of collections.
- The Commission is through the fiscal year. At the end of April \$101.0 million of the \$97.1 million revenue budget has been realized, this accounts for 104.0% of the revenue budget, \$82.2 million of the \$87.2 million expenditure budget has been realized, this accounts for 94.3% of the expenditure budget. The Commission's year to date balances for revenues and expenditures are in line with the expected amounts.
- The Commission received the negotiated amount of the fixed cost from DuPage County in the amount of \$2.56 million.
- The Operations and Maintenance, Operations and Maintenance Reserve, and Depreciation Accounts are fully funded as of April 30, 2012.
- The General Account and the Sales Tax Subaccount have balances of \$18.1 million and \$13.4 million, respectively.

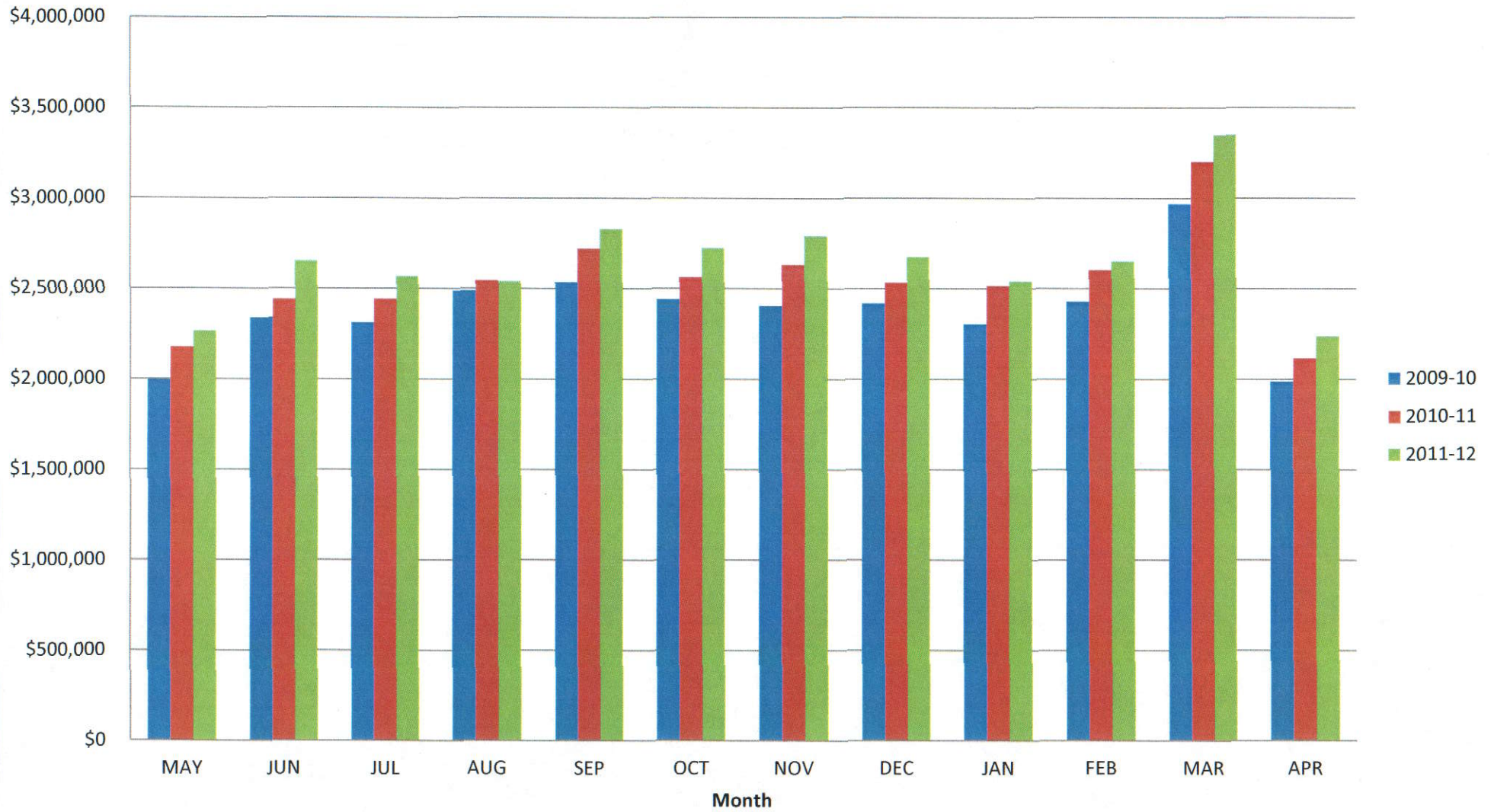
cc: Chairman and Commissioners



DuPage Water Commission - Sales Tax Collections - Month of Apr. - Nine Year History and Current Year



Three Year Sales Tax Analysis



DuPage Water Commission

Summary of Specific Account Requirement Compliance and Summary of Net Assets

April 30, 2012

Revenue Bond Ordinance/Commission Policy Account Requirements	Account Net Assets Balance	Specific Account Requirement	Status
Operations and Maintenance Account	\$ 6,182,616.25	\$ 6,182,616.25	Fully Funded
Revenue Bond Interest Account	\$ 5,381.98	Positive Balance	Compliant
Revenue Bond Principal Account	\$ 4,158.31	Positive Balance	Compliant
Bond Reserve Account	\$ -	Insured	Compliant
Operations and Maintenance Reserve Account	\$ 12,442,729.69	\$ 12,365,232.50	Fully Funded
Depreciation Account	\$ 6,956,487.34	\$ 6,925,000.00	Fully Funded
General Account	\$ 18,069,386.04	\$ 13,000,000.00	Fully Funded

Other Accounts - No Requirement

Sales Tax Subaccount \$ 11,305,174.99

Total Net Assets - All Commission Accounts

Unrestricted	\$ 5,713,710.12
Restricted	\$ 37,203,220.19
Invested in Capital Assets, net	<u>\$ 298,846,587.27</u>
 Total	 \$ 341,763,517.58

BALANCE SHEET

AS OF: APRIL 30TH, 2012

01 -WATER FUND

	2010-2011	2011-2012
ASSETS	BALANCE	BALANCE
<u>CURRENT</u>		
CASH	146,335.44	760,111.08
INVESTMENTS	69,858,706.41	76,413,430.03
ACCOUNTS RECEIVABLE		
WATER SALES	7,238,021.38	7,452,272.64
INTEREST RECEIVABLE	267,637.54	78,131.56
SALES TAX RECEIVABLE	7,063,636.00	7,485,000.00
OTHER RECEIVABLE	5,016,818.82	868,391.03
INVENTORY	167,080.00	167,080.00
PREPAIDS	325,865.48	308,879.90
UNAMORTIZED ISSUANCE COST	166,136.93	109,602.77
TOTAL CURRENT ASSETS	<u>90,250,238.00</u>	<u>93,642,899.01</u>
<u>NONCURRENT ASSETS</u>		
FIXED ASSETS	469,495,238.76	492,929,639.19
LESS: ACCUMULATED DEPRECIATION	(119,432,236.13)	(121,823,506.32)
CONSTRUCTION WORK IN PROGRESS	30,092,085.16	369,314.71
LONG TERM RECEIVABLES	5,425,568.54	637,568.54
TOTAL NONCURRENT ASSETS	<u>385,580,656.33</u>	<u>372,113,016.12</u>
TOTAL ASSETS	475,830,894.33	465,755,915.13
	=====	=====
<u>LIABILITIES</u>		
=====		
<u>CURRENT LIABILITIES</u>		
ACCOUNTS PAYABLE	5,239,953.22	7,250,703.70
ACCOUNTS PAYABLE CAPITAL	978,338.89	363,104.23
ACCRUED PAYROLL LIABILITIES	239,534.98	250,083.19
NOTES PAYABLE	70,000,000.00	49,000,000.00
NOTES PAYABLE DISCOUNT	(100,000.00)	(79,999.96)
BONDS PAYABLE	10,565,000.00	11,090,000.00
ACCRUED INTEREST	2,130,242.39	1,757,926.07
CONTRACT RETENTION	1,905,659.38	1,148,107.82
DEFERRED REVENUE	1,804,665.31	4,208,150.71
TOTAL CURRENT LIABILITIES	<u>92,763,394.17</u>	<u>74,988,075.76</u>
<u>NONCURRENT LIABILITIES</u>		
CAPITAL LEASE PAYABLE	0.00	29,513.47
REVENUE BONDS	61,465,000.00	50,375,000.00
UNAMORTIZED PREMIUM	(2,062,081.90)	(1,400,545.90)
OTHER POST EMPLOYMENT BENEFITS LIAB.	57,238.00	48,876.00
TOTAL NONCURRENT LIABILITIES	<u>59,460,156.10</u>	<u>49,052,843.57</u>
TOTAL LIABILITIES	152,223,550.27	124,040,919.33
	=====	=====

BALANCE SHEET

AS OF: APRIL 30TH, 2012

01 -WATER FUND

ASSETS	2010-2011 BALANCE	2011-2012 BALANCE
BEGINNING EQUITY/RESERVES	<u>321,957,531.32</u>	<u>323,015,378.24</u>
TOTAL REVENUE	90,910,305.29	100,945,995.62
TOTAL EXPENSES	<u>89,260,492.55</u>	<u>82,246,378.06</u>
NET CHANGE	<u>1,649,812.74</u>	<u>18,699,617.56</u>
TOTAL EQUITY/RESERVES	<u>323,607,344.06</u>	<u>341,714,995.80</u>
NET ASSETS	475,830,894.33 =====	465,755,915.13 =====

DU PAGE WATER COMMISSION
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF: APRIL 30TH, 2012

01 - WATER FUND
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 100.00

	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	65,469,684	6,184,141.81	0.00	69,692,568.86	0.00	(4,222,884.86)	106.45
TAXES	31,014,000	2,376,534.05	0.00	31,958,312.40	0.00	(944,312.40)	103.04
OTHER INCOME	584,862	21,424.15	0.00	(704,885.64)	0.00	1,289,747.64	120.52-
TOTAL REVENUES	97,068,546	8,582,100.01	0.00	100,945,995.62	0.00	(3,877,449.62)	103.99
<u>EXPENDITURE SUMMARY</u>							
<u>OPERATIONS</u>							
PERSONNEL SERVICES	4,257,437	317,622.52	0.00	3,533,583.44	0.00	723,853.56	83.00
CONTRACT SERVICES	826,500	59,995.47	0.00	657,286.19	0.00	169,213.81	79.53
INSURANCE	740,044	44,248.65	0.00	545,809.82	0.00	194,234.18	73.75
OPERATIONAL SUPPORT SRVS	999,745	78,606.69	0.00	426,269.78	0.00	573,475.22	42.64
WATER OPERATION	67,430,919	5,589,145.71	0.00	64,544,607.26	0.00	2,886,311.74	95.72
BOND INTEREST	5,973,115	418,627.48	0.00	5,133,572.80	0.00	839,542.20	85.94
LAND & LAND RIGHTS	31,750	0.00	0.00	2,270.79	0.00	29,479.21	7.15
CAPITAL EQUIP/DEPREC	6,961,405	741,034.00	0.00	7,390,980.48	0.00	(429,575.48)	106.17
CONSTRUCTION IN PROGRESS	0	(25,010.87)	0.00	(24,510.87)	0.00	24,510.87	0.00
CHGO CONSTR GRANT	0	(14,164.00)	0.00	36,508.37	0.00	(36,508.37)	0.00
TOTAL OPERATIONS	87,220,915	7,210,105.65	0.00	82,246,378.06	0.00	4,974,536.94	94.30
TOTAL EXPENDITURES	87,220,915	7,210,105.65	0.00	82,246,378.06	0.00	4,974,536.94	94.30
REVENUE OVER/(UNDER) EXPENDITURES	9,847,631	1,371,994.36	0.00	18,699,617.56	0.00	(8,851,986.56)	189.89

DU PAGE WATER COMMISSION
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF: APRIL 30TH, 2012

01 - WATER FUND

% OF YEAR COMPLETED: 100.00

REVENUES	CURRENT BUDGET	CURRENT PERIOD	PRIOR YEAR PO ADJUST.	Y-T-D ACTUAL	Y-T-D ENCUMBRANCE	BUDGET BALANCE	% OF BUDGET
WATER SERVICE							
01-5111 O&M PAYMENTS- GOVERNMENTAL	55,717,939	5,372,611.58	0.00	60,139,101.57	0.00	(4,421,162.57)	107.93
01-5112 O&M PAYMENTS- PRIVATE	1,627,437	139,478.43	0.00	1,501,043.07	0.00	126,393.93	92.23
01-5121 FIXED COST PAYMENTS- GOVT	6,962,662	580,219.03	0.00	6,962,628.36	0.00	33.64	100.00
01-5122 FIXED COST PAYMENTS-PRIVATE	181,932	15,163.83	0.00	181,965.96	0.00	(33.96)	100.02
01-5131 SUBSEQUENT CUSTOMER - GO	402,980	26,871.58	0.00	319,910.61	0.00	83,069.39	79.39
01-5132 SUBSEQUENT CUSTOMER - PRIVAT	564,409	47,752.59	0.00	574,511.09	0.00	(10,102.09)	101.79
01-5141 EMERGENCY WATER SERVICE- GOV	12,325	2,044.77	0.00	13,408.20	0.00	(1,083.20)	108.79
TOTAL WATER SERVICE	65,469,684	6,184,141.81	0.00	69,692,568.86	0.00	(4,222,884.86)	106.45
TAXES							
01-5300.SALES TAXES - WATER REVENUE	24,107,746	0.00	0.00	24,107,746.00	0.00	0.00	100.00
01-5300.WATER FUND - GENERAL	6,906,254	2,376,534.05	0.00	7,850,566.40	0.00	(944,312.40)	113.67
TOTAL TAXES	31,014,000	2,376,534.05	0.00	31,958,312.40	0.00	(944,312.40)	103.04
OTHER INCOME							
01-5810 NET INC(DEC) IN FV OF INVEST	253,862	15,244.60	0.00	62,046.10	0.00	191,815.90	24.44
01-5900 OTHER INCOME	0	1.55	0.00	349,424.63	0.00	(349,424.63)	0.00
01-5901 SALE OF EQUIPMENT	0	0.00	0.00	(1,145,593.00)	0.00	1,145,593.00	0.00
01-5920 CONTRIBUTIONS	331,000	6,178.00	0.00	29,236.63	0.00	301,763.37	8.83
TOTAL OTHER INCOME	584,862	21,424.15	0.00	(704,885.64)	0.00	1,289,747.64	120.52-
** TOTAL REVENUES **	97,068,546	8,582,100.01	0.00	100,945,995.62	0.00	(3,877,449.62)	103.99

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DU PAGE WATER COMMISSION
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF: APRIL 30TH, 2012

01 -WATER FUND
 OPERATIONS

% OF YEAR COMPLETED: 100.00

DEPARTMENTAL EXPENDITURES	CURRENT BUDGET	CURRENT PERIOD	PRIOR YEAR PO ADJUST.	Y-T-D ACTUAL	Y-T-D ENCUMBRANCE	BUDGET BALANCE	% OF BUDGET
<u>REBATE/ALW BAD DEBT STLM</u>							
<u>PERSONNEL SERVICES</u>							
01-60-6111 ADMIN SALARIES	1,294,447	86,298.70	0.00	1,060,298.54	0.00	234,148.46	81.91
01-60-6112 OPERATIONS SALARIES	1,485,894	118,104.24	0.00	1,341,258.89	0.00	144,635.11	90.27
01-60-6116 ADMIN OVERTIME	7,400	211.68	0.00	3,109.66	0.00	4,290.34	42.02
01-60-6117 OPERATIONS OVERTIME	209,000	4,793.83	0.00	96,497.95	0.00	112,502.05	46.17
01-60-6121 PENSION	336,568	25,087.86	0.00	282,692.50	0.00	53,875.50	83.99
01-60-6122 MEDICAL/LIFE BENEFITS	601,000	37,190.36	0.00	510,898.29	0.00	90,101.71	85.01
01-60-6123 FEDERAL PAYROLL TAXES	234,068	15,510.82	0.00	179,458.91	0.00	54,609.09	76.67
01-60-6128 STATE UNEMPLOYMENT	10,400	26,373.46	0.00	27,923.44	0.00	(17,523.44)	268.49
01-60-6131 TRAVEL	14,300	1,660.62	0.00	14,634.36	0.00	(334.36)	102.34
01-60-6132 TRAINING	23,750	1,723.00	0.00	5,911.62	0.00	17,838.38	24.89
01-60-6133.01 CONFERENCES	13,310	245.00	0.00	7,339.83	0.00	5,970.17	55.15
01-60-6191 OTHER PERSONNEL COSTS	27,300	422.95	0.00	3,559.45	0.00	23,740.55	13.04
TOTAL PERSONNEL SERVICES	4,257,437	317,622.52	0.00	3,533,583.44	0.00	723,853.56	83.00
<u>CONTRACT SERVICES</u>							
01-60-6210 WATER CONSERVATION PROGRAM	25,000	0.00	0.00	14,188.36	0.00	10,811.64	56.75
01-60-6233 TRUST SERVICES & BANK CHARGE	25,100	5,479.48	0.00	19,702.23	0.00	5,397.77	78.49
01-60-6251 LEGAL SERVICES- GENERAL	50,000	1,769.00	0.00	2,116.50	0.00	47,883.50	4.23
01-60-6252 BOND COUNSEL	21,000	0.00	0.00	0.00	0.00	21,000.00	0.00
01-60-6253 LEGAL SERVICES- SPECIAL	50,000	1,000.36	0.00	28,820.05	0.00	21,179.95	57.64
01-60-6258 LEGAL NOTICES	5,000	0.00	0.00	2,169.10	0.00	2,830.90	43.38
01-60-6260 AUDIT SERVICES	45,500	0.00	0.00	43,200.00	0.00	2,300.00	94.95
01-60-6280 CONSULTING SERVICES	127,500	5,635.00	0.00	84,088.51	0.00	43,411.49	65.95
01-60-6290 CONTRACTUAL SERVICES	477,400	46,111.63	0.00	463,001.44	0.00	14,398.56	96.98
TOTAL CONTRACT SERVICES	826,500	59,995.47	0.00	657,286.19	0.00	169,213.81	79.53
<u>INSURANCE</u>							
01-60-6411 GENERAL LIABILITY INSURANCE	52,744	3,132.42	0.00	43,425.05	0.00	9,318.95	82.33
01-60-6412 PUBLIC OFFICIAL LIABILITY	107,000	2,761.25	0.00	24,125.49	0.00	82,874.51	22.55
01-60-6413 TEMPORARY BONDS	300	0.00	0.00	0.00	0.00	300.00	0.00
01-60-6415 WORKER'S COMPENSATION	90,000	6,667.00	0.00	80,795.00	0.00	9,205.00	89.77
01-60-6416 EXCESS LIABILITY COVERAGE	58,000	2,822.25	0.00	40,960.50	0.00	17,039.50	70.62
01-60-6421 PROPERTY INSURANCE	367,000	27,825.98	0.00	343,759.80	0.00	23,240.20	93.67
01-60-6422 AUTOMOBILE INSURANCE	15,000	1,039.75	0.00	12,743.98	0.00	2,256.02	84.96
01-60-6491 SELF INSURANCE PROPERTY	50,000	0.00	0.00	0.00	0.00	50,000.00	0.00
TOTAL INSURANCE	740,044	44,248.65	0.00	545,809.82	0.00	194,234.18	73.75
<u>OPERATIONAL SUPPORT SRVS</u>							
01-60-6512 GENERATOR DIESEL FUEL	200,000	40,066.28	0.00	40,768.64	0.00	159,231.36	20.38
01-60-6513 NATURAL GAS	42,000	871.47	0.00	21,575.37	0.00	20,424.63	51.37
01-60-6514.01 TELEPHONE	28,540	1,645.25	0.00	18,906.66	0.00	9,633.34	66.25
01-60-6514.02 CELL PHONE & CORR. TELEMETRY	35,980	1,285.16	0.00	24,602.40	0.00	11,377.60	68.38
01-60-6514.03 RADIOS	8,400	0.00	0.00	7,980.00	0.00	420.00	95.00
01-60-6514.04 REPAIRS & EQUIPMENT	15,200	0.00	0.00	1,051.27	0.00	14,148.73	6.92
01-60-6521 OFFICE SUPPLIES	22,600	1,363.50	0.00	20,600.72	0.00	1,999.28	91.15

DU PAGE WATER COMMISSION
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF: APRIL 30TH, 2012

01 -WATER FUND
 OPERATIONS

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DEPARTMENTAL EXPENDITURES	CURRENT BUDGET	CURRENT PERIOD	PRIOR YEAR PO ADJUST.	Y-T-D ACTUAL	Y-T-D ENCUMBRANCE	BUDGET BALANCE	% OF BUDGET
01-60-6522 BOOKS & PUBLICATIONS	10,273	347.84	0.00	6,974.77	0.00	3,298.23	67.89
01-60-6531 PRINTING- GENERAL	12,050	604.45	0.00	3,974.48	0.00	8,075.52	32.98
01-60-6532 POSTAGE & DELIVERY	16,800	857.15	0.00	8,963.44	0.00	7,836.56	53.35
01-60-6540 PROFESSIONAL DUES	14,755	100.00	0.00	13,343.26	0.00	1,411.74	90.43
01-60-6550 REPAIRS & MAINT- OFFICE EQUI	17,952	537.00	0.00	4,528.63	0.00	13,423.37	25.23
01-60-6560 REPAIRS & MAINT- BLDGS & GRN	404,300	11,443.36	0.00	148,009.99	0.00	256,290.01	36.61
01-60-6580 COMPUTER SOFTWARE	75,200	7,115.50	0.00	47,988.99	0.00	27,211.01	63.82
01-60-6590 COMPUTER/SOFTWARE MAINTENANCE	80,795	11,253.46	0.00	45,987.01	0.00	34,807.99	56.92
01-60-6591 OTHER ADMINISTRATIVE EXPENSE	14,900	1,116.27	0.00	11,014.15	0.00	3,885.85	73.92
TOTAL OPERATIONAL SUPPORT SRVS	999,745	78,606.69	0.00	426,269.78	0.00	573,475.22	42.64
WATER OPERATION							
01-60-6611.01 WATER BILLING	58,895,164	5,182,256.25	0.00	60,328,650.00	0.00	(1,433,486.00)	102.43
01-60-6611.02 ELECTRICITY	1,540,000	83,761.82	0.00	1,071,325.25	0.00	468,674.75	69.57
01-60-6611.03 OPERATIONS & MAINTENANCE	252,000	34,636.48	0.00	337,352.30	0.00	(85,352.30)	133.87
01-60-6612.01 PUMP STATION	3,300,000	119,702.03	0.00	1,909,440.18	0.00	1,390,559.82	57.86
01-60-6612.02 METER STATION, ROV, TANK SITE	125,000	7,003.14	0.00	88,842.60	0.00	36,157.40	71.07
01-60-6613 WATER CHEMICALS	25,200	3,525.88	0.00	20,350.29	0.00	4,849.71	80.76
01-60-6614 WATER TESTING	11,000	0.00	0.00	5,848.78	0.00	5,151.22	53.17
01-60-6621 PUMPING SERVICES	275,300	46,012.17	0.00	194,081.09	0.00	81,218.91	70.50
01-60-6623 METER TESTING & REPAIRS	62,600	2,156.76	0.00	61,579.39	0.00	1,020.61	98.37
01-60-6624 SCADA / INSTRUMENTATION	58,200	3,171.79	0.00	36,723.47	0.00	21,476.53	63.10
01-60-6625 EQUIPMENT RENTAL	12,900	0.00	0.00	2,928.00	0.00	9,972.00	22.70
01-60-6626 UNIFORMS	34,000	3,022.61	0.00	25,452.34	0.00	8,547.66	74.86
01-60-6627 SAFETY	75,730	4,613.85	0.00	14,755.53	0.00	60,974.47	19.48
01-60-6631 PIPELINE REPAIRS	750,000	86,114.31	0.00	161,953.44	0.00	588,046.56	21.59
01-60-6632 COR TESTING & MITIGATION	1,358,000	(16,156.22)	0.00	67,945.44	0.00	1,290,054.56	5.00
01-60-6633 REMOTE FACILITIES MAINTENANCE	456,625	24,038.20	0.00	78,720.25	0.00	377,904.75	17.24
01-60-6634 PLAN REVIEW- PIPELINE CONFLI	74,350	211.20	0.00	61,557.26	0.00	12,792.74	82.79
01-60-6637 PIPELINE SUPPLIES	22,500	799.89	0.00	16,256.36	0.00	6,243.64	72.25
01-60-6640 MACHINERY & EQUIP- NON CAP	0	0.00	0.00	40.00	0.00	(40.00)	0.00
01-60-6641 REPAIRS & MAINT- VEHICLES	33,500	1,369.87	0.00	24,186.89	0.00	9,313.11	72.20
01-60-6642 FUEL- VEHICLES	67,200	2,905.68	0.00	35,217.40	0.00	31,982.60	52.41
01-60-6643 LICENSES- VEHICLES	1,650	0.00	0.00	1,401.00	0.00	249.00	84.91
TOTAL WATER OPERATION	67,430,919	5,589,145.71	0.00	64,544,607.26	0.00	2,886,311.74	95.72
BOND INTEREST							
01-60-6722 BOND INTEREST- REV BONDS	3,916,265	326,188.13	0.00	3,914,257.61	0.00	2,007.39	99.95
01-60-6723 NOTE INTEREST - DEBT CERT.	2,054,850	92,238.84	0.00	1,217,620.57	0.00	837,229.43	59.26
01-60-6724 INTEREST EXPENSE	2,000	200.51	0.00	1,694.62	0.00	305.38	84.73
TOTAL BOND INTEREST	5,973,115	418,627.48	0.00	5,133,572.80	0.00	839,542.20	85.94
LAND & LAND RIGHTS							
01-60-6810 LEASES	21,000	0.00	0.00	0.00	0.00	21,000.00	0.00
01-60-6820 PERMITS & FEES	10,750	0.00	0.00	2,270.79	0.00	8,479.21	21.12
TOTAL LAND & LAND RIGHTS	31,750	0.00	0.00	2,270.79	0.00	29,479.21	7.15

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DU PAGE WATER COMMISSION
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01 -WATER FUND
 OPERATIONS

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DEPARTMENTAL EXPENDITURES	CURRENT BUDGET	CURRENT PERIOD	PRIOR YEAR PO ADJUST.	Y-T-D ACTUAL	Y-T-D ENCUMBRANCE	BUDGET BALANCE	% OF BUDGET
CAPITAL EQUIP/DEPREC							
01-60-6851 COMPUTERS	21,400	0.00	0.00	16,454.22	0.00	4,945.78	76.89
01-60-6852 OFFICE FURNITURE & EQUIPMT	33,575	4,225.00	0.00	4,455.11	0.00	29,119.89	13.27
01-60-6858 CAPITALIZED EQUIP PURCHASES	(54,975)	0.00	0.00	(12,405.97)	0.00	(42,569.03)	22.57
01-60-6860 VEHICLES	99,000	0.00	0.00	93,021.12	0.00	5,978.88	93.96
01-60-6868 CAPITALIZED VEHICLE PURCHASES	(99,000)	0.00	0.00	(90,372.00)	0.00	(8,628.00)	91.28
01-60-6920 DEPRECIATION- TRANS MAINS	4,547,970	380,049.00	0.00	4,549,016.00	0.00	(1,046.00)	100.02
01-60-6930 DEPRECIATION- BUILDINGS	2,075,022	63,777.00	0.00	2,310,492.00	0.00	(235,470.00)	111.35
01-60-6940 DEPRECIATION-PUMPING EQUIPMENT	170,484	269,902.00	0.00	432,878.00	0.00	(262,394.00)	253.91
01-60-6952 DEPRECIATION- OFFICE FURN &	57,422	7,015.00	0.00	33,327.00	0.00	24,095.00	58.04
01-60-6956 DEPRECIATION- OFFICE EQUIP	25,164	0.00	0.00	0.00	0.00	25,164.00	0.00
01-60-6960 DEPRECIATION- VEHICLES	85,343	16,066.00	0.00	54,115.00	0.00	31,228.00	63.41
TOTAL CAPITAL EQUIP/DEPREC	6,961,405	741,034.00	0.00	7,390,980.48	0.00	(429,575.48)	106.17
CONSTRUCTION IN PROGRESS							
01-60-7111.01 DPC SR MS-CONSTR (MS19/9C)	287,000	6,178.00	0.00	6,178.00	0.00	280,822.00	2.15
01-60-7111.02 DPC SR MS-ENG (MS19-9C)	34,000	0.00	0.00	20,000.00	0.00	14,000.00	58.82
01-60-7113.02 WINFIELD MS27B ENG	10,000	0.00	0.00	2,036.00	0.00	7,964.00	20.36
01-60-7213.01 EMERGENCY GEN CONSTRUCTION	0	(25,010.87)	0.00	(22,347.78)	0.00	22,347.78	0.00
01-60-7213.02 EMERGENCY GEN ENGINEERING	0	0.00	0.00	(2,663.09)	0.00	2,663.09	0.00
01-60-7213.03 EMERGENCY GEN OTHER SERV	0	0.00	0.00	500.00	0.00	(500.00)	0.00
01-60-7510 TRANSMISSION MAINS- CONSTRUC	0	0.00	0.00	167,408.69	0.00	(167,408.69)	0.00
01-60-7980 CAPITALIZED FIXED ASSETS	(331,000)	(6,178.00)	0.00	(195,622.69)	0.00	(135,377.31)	59.10
TOTAL CONSTRUCTION IN PROGRESS	0	(25,010.87)	0.00	(24,510.87)	0.00	24,510.87	0.00
CHGO CONSTR GRANT							
01-60-8201.01 EMERG GEN - CONSTRUCT	0	789,547.00	0.00	774,385.13	0.00	(774,385.13)	0.00
01-60-8201.02 EMERG GEN - ENGINEERING	0	0.00	0.00	57,891.93	0.00	(57,891.93)	0.00
01-60-8202.02 P V - ENGINEERING	0	0.00	0.00	79,528.45	0.00	(79,528.45)	0.00
01-60-8202.03 P V - OTHER SERVICES	0	0.00	0.00	207.00	0.00	(207.00)	0.00
01-60-8202.04 P V - BILLED	0	(803,711.00)	0.00	(875,839.13)	0.00	875,839.13	0.00
01-60-8203.02 VFD - ENGINEERING	0	0.00	0.00	669.98	0.00	(669.98)	0.00
01-60-8203.04 VFD - BILLED	0	0.00	0.00	(334.99)	0.00	334.99	0.00
TOTAL CHGO CONSTR GRANT	0	(14,164.00)	0.00	36,508.37	0.00	(36,508.37)	0.00
CONTINGENCY							
BOND PRINCIPAL							
TOTAL OPERATIONS	87,220,915	7,210,105.65	0.00	82,246,378.06	0.00	4,974,536.94	94.30
TOTAL EXPENDITURES	87,220,915	7,210,105.65	0.00	82,246,378.06	0.00	4,974,536.94	94.30

*** END OF REPORT ***

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