

**VILLAGE OF DOWNERS GROVE
REPORT FOR THE VILLAGE COUNCIL WORKSHOP
MARCH 16, 2010 AGENDA**

| SUBJECT: | TYPE: | SUBMITTED BY: |
|---------------------|--|---|
| Water Rate Increase | ✓ Resolution Ordinance Motion Discussion Only | Michael Baker Deputy Village Manager |

SYNOPSIS

An ordinance has been prepared to increase water rates beginning with bills distributed after July 1, 2010, as a result of an increase in the price of water imposed by the DuPage Water Commission.

STRATEGIC PLAN ALIGNMENT

The Five Year Plan and Goals for 2010-2014 identified *Exceptional Services*. A supporting objective is *Financially Sound and Sustainable Village Government*.

FISCAL IMPACT

The Village’s Water Fund provides for the maintenance and operation of the water system. The cost to the Village for the purchase of water from the DuPage Water Commission is anticipated to increase by 21% effective May 1, 2010, raising the rate at which the Village purchases water from \$1.72 per 1000 gallons to \$2.08 per 1000 gallons. This rate adjustment is estimated to increase the overall cost for the purchase of water from \$3.4 million to \$4.1 million annually based on 2009 levels of consumption. The proposed increase in the rate the Village charges our customers is intended to cover only the increased cost of purchasing water from the DuPage Water Commission.

RECOMMENDATION

Approval at the first Village Council Meeting following adoption of the FY2010-11 budget by the DuPage Water Commission.

BACKGROUND

The Village is a charter member of the DuPage Water Commission and purchases water from the Commission at a wholesale rate. In turn, the Village re-sells water to the customers of the Village’s water system. The Village currently pays for water at a rate of \$1.72 per 1000 gallons (or \$1.29 per 750 gallons). Village residents pay \$3.04 per unit (750 gallons), with a two-unit minimum on each bi-monthly bill. Unincorporated water customers are charged \$3.34 per unit.

Water is pumped from Lake Michigan to the DuPage Water Commission’s distribution system by the City of Chicago. In 2007, Chicago imposed rate increases on the sale of water for three years beginning on January 1, 2008. These substantial increases raised the price that the City of Chicago charges the DuPage Water Commission by 15% in January 2008, another 15% in January 2009 and another 14% in January 2010. The City of Chicago’s current price for water averages \$2.01 per 1000 gallons (\$1.51 per 750 gallons). The table below summarizes the current and proposed costs for each entity:

UNIT COSTS FOR WATER

| Unit | City of Chicago Rate (average) | Water Commission Rate | | Downers Grove Rate | |
|-----------|-----------------------------------|-----------------------|----------|--------------------|----------|
| | | Current | Proposed | Current | Proposed |
| 1000 gal. | \$2.01 | \$1.72 | \$2.08 | | |
| 750 gal. | \$1.51 | \$1.29 | \$1.56 | \$3.04 | \$3.31 |

The Water Commission has indicated that their rate will increase from \$1.72 to \$2.08 effective May 1, 2010, but has not yet adopted the budget that will formally authorize this rate increase. The Commission held a public hearing on the budget at their Committee of the Whole Meeting on March 11, 2009. Village staff was in attendance at the meeting and based on the discussion, it appears as though the increase of the rate to \$2.08 will be included in the budget being considered by the Water Commission at their April 8 meeting. Formal action taken by the Commission on February 11 to direct staff to include the \$2.08 rate in the recommended budget offers further support that this rate will be authorized.

The rate increase will have the following impact on an average single family residential water customer:

| | Current | Proposed | Increase |
|-----------------------|----------------|-----------------|-----------------|
| Rate | \$ 3.04 | \$ 3.31 | \$ 0.27 |
| Average Consumption | 16 | 16 | N/A |
| Cost (every 2 months) | \$ 48.64 | \$ 52.96 | \$ 4.32 |

The Village is planning to conduct a comprehensive rate study in the coming months to determine how to set rates for the long-term to ensure the future financial viability of the water fund.

ATTACHMENTS

Draft Ordinance

February 12, 2010 Email from DuPage Water Commission General Manager

DuPage Water Commission Draft FY2010-11 Budget

ORDINANCE NO. _____

AN ORDINANCE AMENDING RATES CHARGED FOR METERED WATER

BE IT ORDAINED by the Village Council of the Village of Downers Grove in DuPage County, Illinois, as follows: (Additions are indicated by ~~shading~~/underline; deletions by ~~strikeout~~):

Section 1. That Section 25.29. is hereby amended to read as follows:

25.29. Rates and charges for metered water.

Water will be furnished to consumers only at rates and charges determined as follows:

(a) Except as provided in Section 25-30, the charge for water furnished to consumers located within the Village limits shall be calculated on a flat rate basis as set forth in the following schedule:

(1) Within Village Limits:

~~Effective January 1, 2009~~ For bills received after July 1, 2010:

~~(i) Five dollars and seventy four cents (\$5.74) or two (2) units for property within Village limits will be imposed every two (2) months as a minimum charge for the consumption of two hundred (200) cubic feet of water, or less, notwithstanding charges for additional consumption.~~

~~(ii) Two dollars and eighty seven cents (\$2.87) for property within Village limits will be charged for the consumption of every additional one hundred (100) cubic feet.~~

~~Effective May 1, 2009~~

(i) Six dollars and ~~eight~~sixty-two cents (~~\$6.08~~6.62) or two (2) units for property within Village limits will be imposed every two (2) months as a minimum charge for the consumption of two hundred (200) cubic feet of water, or less, notwithstanding charges for additional consumption.

(ii) Three dollars and ~~four~~thirty-one cents (~~\$3.04~~3.31) for property within Village limits will be charged for the consumption of every additional one hundred (100) cubic feet.

(2) Outside Village Limits:

~~Effective January 1, 2009~~ For bills received after July 1, 2010:

(i) ~~Six~~Seven dollars and ~~sixty-nine~~seventy cents (~~\$6.69~~7.70) or two (2) units for property outside Village limits will be imposed every two (2) months as a minimum charge for the consumption of two hundred (200) cubic feet of water, or less notwithstanding charges for additional consumption.

(ii) Three dollars and ~~thirty-four~~eighty-five cents (~~\$3.34~~3.85) for property outside the Village limits will be charged for the consumption of every additional one hundred (100) cubic feet.

~~Effective May 1, 2009:~~

~~(i) Seven dollars and nine cents (\$7.09) or two (2) units for property outside Village limits will be imposed every two (2) months as a minimum charge for the consumption of two hundred (200) cubic feet of water, or less, notwithstanding charges for additional consumption.~~

~~(ii) Three dollars and fifty four cents (\$3.54) for property outside Village limits will be charged for the consumption of every additional one hundred (100) cubic feet.~~

(3) The rates set forth herein shall apply equally to all water meter sizes.

(b) The charges for water furnished to any building or portion thereof used for multiple-family residence purposes or mixed business and residential uses (except buildings having separate meters for each dwelling unit or use therein) shall be the aggregate of the applicable charges for each dwelling unit or use in such building or portion thereof served through a single meter, computed as though each such dwelling unit or use:

(1) Was a separate building connected to a separate water meter; and

(2) Consumed during such two-month billing period a quantity of water determined by dividing the total water consumption of such multiple-family or mixed use building by the number of dwelling units or uses contained in such building or portion thereof.

Water Rates #2

(c) During the month of January in each year, any purchaser of water from the Village for resale, in whole or in part, to consumers located outside the Village limits shall file with the Village Treasurer a sworn written statement setting forth the number of separate dwelling units served by such purchaser as of the date of such statement, including all separate single-family buildings and all separate dwelling units contained within buildings used for multiple-family residence purposes. The charges for water furnished to any such purchaser shall be two times the aggregate of the applicable charges for each such dwelling unit, computed as though each such dwelling unit:

(1) Was a separate single-family building connected to a separate water meter; and

(2) Consumed during such two-month billing period a quantity of water determined by dividing the total water consumption of such purchaser by the number of dwelling units set forth in the latest sworn statement on file with the Village treasurer with respect to such purchaser.

(d) The charges for water furnished to contractors acquiring water from the hydrant connection at the Public Works Facility, 5101 Walnut, Downers Grove, shall be two hundred percent (200%) of the rate listed in subsection (a)(1)(ii), above.

(e) The charges for water furnished to contractors taking water from public hydrants other than at the Public Works yard shall be two hundred percent (200%) of the rate listed in subsection (a)(1)(ii), above.

(Ord. No. 2942, § 1; Ord. No. 3209, § 1; Ord. No. 3326, § 5; Ord. No. 3424, § 2; Ord. No. 3437, § 2)

Section 2. That all ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

Section 3. That this ordinance shall be in full force and effect from and after its passage and publication in the manner provided by law.

Mayor

Passed:

Published:

Attest: _____

Village Clerk

Baker, Michael

From: Fieldman, David
Sent: Friday, March 05, 2010 7:54 AM
To: Baker, Michael
Subject: FW: Fiscal Year 2010-2011 Budget

-----Original Message-----

From: Robert Martin [mailto:Martin@dpwc.org]
Sent: Friday, February 12, 2010 11:08 AM
To: Bryon D. Vana (bvana@darien.il.us); cbarrett@villageofwinfield.com; Daniel Wennerholm (wennerholmd@vil.bloomington.il.us); David C. Williams (administrator@itasca.com); David Cook (dcook@villageofhinsdale.org); Fieldman, David; David Hulseberg (Hulsebergd@villageoflombard.org); David Neimeyer (villagemanager@oak-brook.org); Donald Rose (donrose@wheaton.il.us); Donna Becerra (dbecerra@glendaleheights.org); Douglas Krieger (kriegerd@naperville.il.us); Gerald Sprecher (gsprecher@villageoflisle.org); James A. Heine (jheine@anl.gov); Jeffrey D O'Dell (jodell@roselle.il.us); Joe Breinig (jbreinig@carolstream.org); Joseph Block (joe@addison-il.org); Kathleen Rush (krush@vil.woodridge.il.us); Kevin Hillen (kevin.hillen@amwater.com); Larry Maholland (lmaholland@willowbrook.il.us); Martin J Bourke (mbourke@oakbrookterrace.net); Michael Cassady (mcassady@bensenville.il.us); Nicholas W Kottmeyer (Nick.Kottmeyer@dupageco.org); Robert Bahan (rbahan@clarendonhills.us); Robert Niemann (bobniemann@vprd.org); Ron Searl (rsearl@westmont.il.gov); Steve Jones (sjones@glenellyn.org); Thomas Borchert (tom.borchert@elmhurst.org); Wally Douthwaite (wdouthwaite@wooddale.com)
Cc: Allan L. Poole P.E. (poolea@naperville.il.us); Donald G. Zeilenga (donz@quickset.com); Elizabeth M Chaplin (bchaplin03@comcast.net); Frank Saverino (fsaverino@carolstream.org); gorpt@aol.com; Gregory S Mathews (gmathews@ancelglink.com); jzay@dupageco.org; mayor@addison-il.org; S. Louis Rathje (rathje@sbcglobal.net); Thomas F Bennington Jr. (tbennington@chuhak.com); Timothy D Elliott (telliott@rathjewoodward.com); William F Murphy Jr. (mayorwdg@aol.com); William J Maio Jr. (bill.maio@dupageco.org); William J Maio Jr. (billmaio@aol.com); William J. Mueller (muellerw@villageoflombard.org); Carolyn Johnson; Chris Bostick; Ed Kazmierczak; Frank J. Frelka; John Schori; Maureen Crowley; Mike Weed; Rick Skiba; Terry McGhee
Subject: Fiscal Year 2010-2011 Budget

DuPage Water Commission Utility Customer,

At last night's meeting, the DuPage Water Commission Board directed staff to distribute the Fiscal Year 2010-2011 Draft Management Budget with a combined water rate of \$2.08 per 1,000 gallons, comprised of \$1.84 per 1,000 gallons for the Operations and Maintenance cost component for the water rate and an average rate of \$0.24 per 1,000 gallons Fixed Costs.

The proposed draft budget will be submitted to the Charter Customers for their review and comment prior to March 1st per Section 7(L) of the Water Purchase and Sale Contract.

If you have any question please contact me.

Robert L. Martin, P.E.

General Manager



DuPage Water Commission

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

NOTICE IS HEREBY GIVEN THAT A SPECIAL COMMITTEE OF THE WHOLE MEETING OF THE DUPAGE WATER COMMISSION WILL BE HELD AT 6:00 P.M. ON THURSDAY, MARCH 11, 2010, AT ITS OFFICES LISTED BELOW. THE AGENDA FOR THE SPECIAL COMMITTEE OF THE WHOLE MEETING IS AS FOLLOWS:

AGENDA

**DUPAGE WATER COMMISSION
COMMITTEE OF THE WHOLE
THURSDAY, MARCH 11, 2010
6:00 P.M.**

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

- I. Roll Call
(Majority of the Commissioners then in office—minimum 7)
- II. Charter Customer Hearing Regarding Management Budget Ordinance for the Fiscal Year Commencing May 1, 2010 and Ending April 30, 2011
(Concurrence of a Majority of those Commissioners Present, provided there is a quorum—minimum 4)
- III. Other
- IV. Adjournment

Board/Agenda/Commission/COW1003.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.

DuPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 to APRIL 30, 2011
FEBRUARY 15, 2010

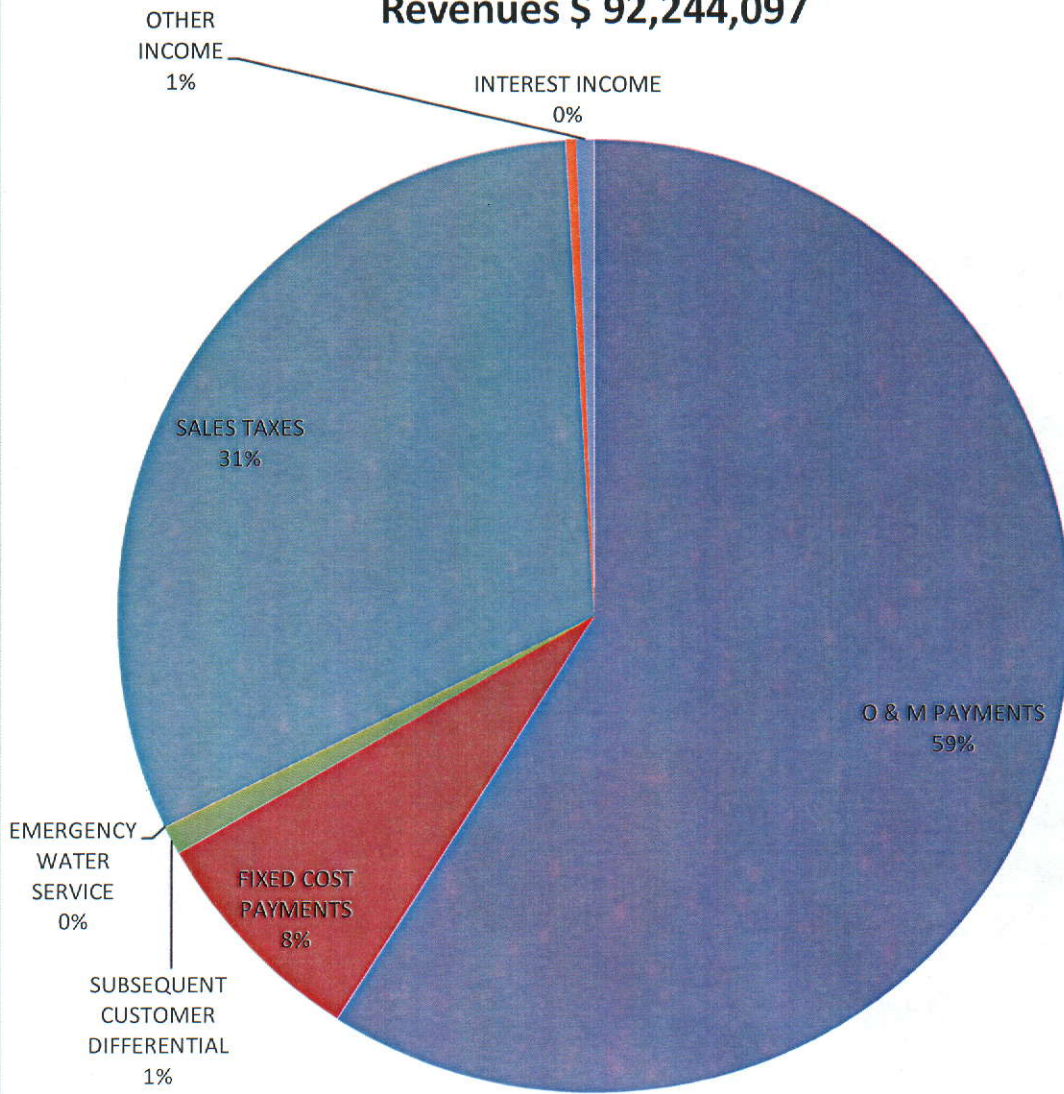
DRAFT

**DuPage Water Commission
Tentative Draft Management Budget
May 1, 2010 to April 30, 2011
Executive Summary**

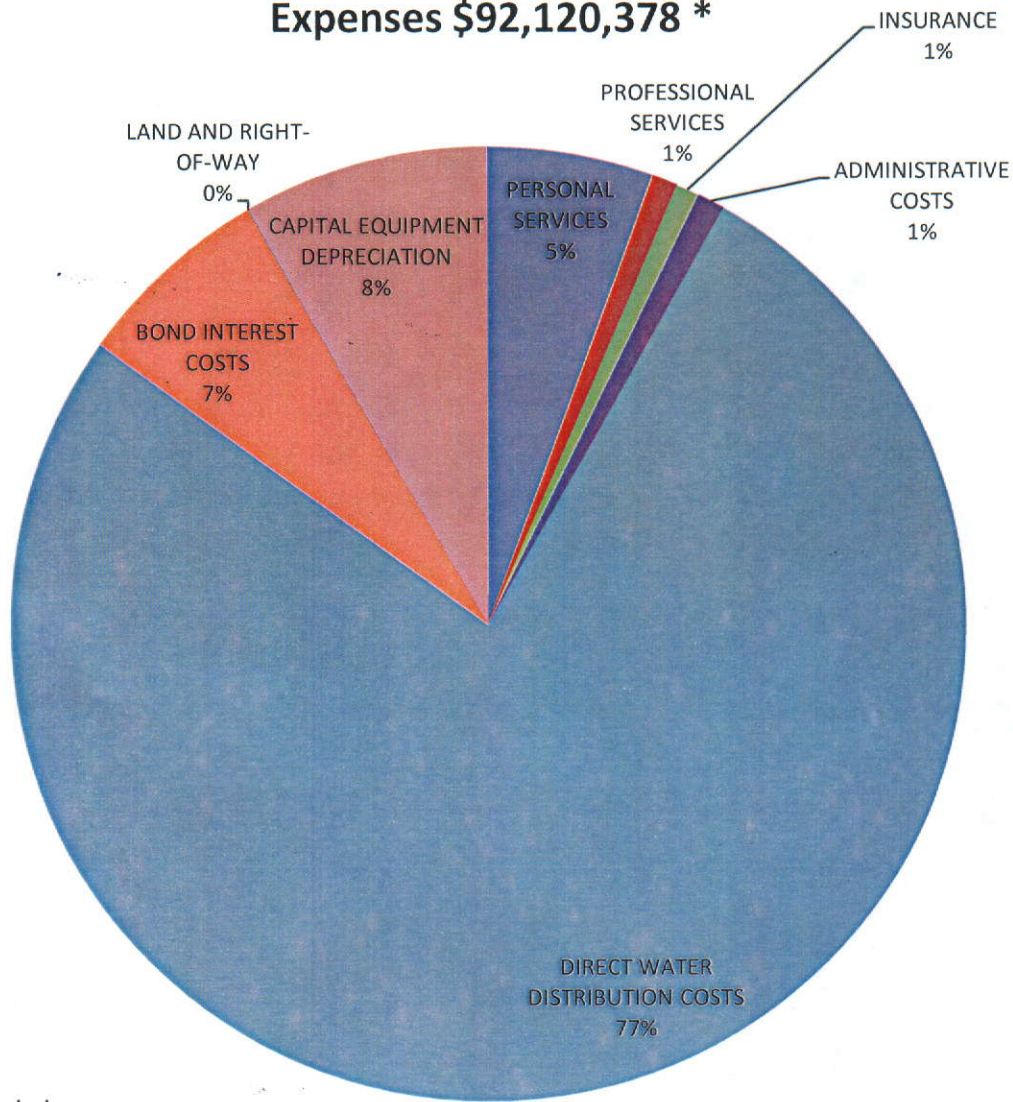
- This budget is based on a second debt certificate of \$40 million being issued and sold in March/April 2010.
- Total budgeted revenues increased by \$10 million versus the fiscal year 2009-10 projected. The total Charter Customer's average water rate is proposed to increase 21% to \$2.08 per thousand gallons on May 1, 2010, with operations and maintenance rate being \$1.84 per thousand gallons and a fixed cost equivalent equal to \$0.24 per thousand gallons. Operation and maintenance (O&M) revenues are based on 85% of the IDNR allocation for the fiscal year. Sales tax proceeds are budgeted to increase (1.0%) from last year's budget. Sales tax proceeds will be used to pay 50% of the annual fixed cost requirement. Investment income is budgeted to decrease because of a decrease in yields and fund balances.
- Total expenses increased by \$10 million versus the fiscal year 2009-10 projected. Direct water distribution costs increase by \$9 million over last year's projected because of the increase in the rate which the City of Chicago charges for water (\$62.0 million). Due to investment market declines, the Commission's unfunded pension liability increased by \$800,000.

**DuPage Water Commission
2010/2011 Budget Projection Model**

Revenues \$ 92,244,097



**DuPage Water Commission
2010/2011 Budget Projection Model
Expenses \$92,120,378 ***



* Excludes
Lexington Construction Grant \$5,104,385

FINANCING CONSIDERATION. This budget is based on a second debt certificate of \$40 million being issued and sold in March/April 2010.

TOTAL REVENUES AND OPERATING EXPENSES. The total average Charter Customer water rate is proposed to increase to \$2.08 per 1,000 gallons. The operation and maintenance component of the water rate will increase to \$1.84 per 1,000 gallons and the fixed cost equivalent will remain at \$0.24 per 1,000 gallons. The Commission will use sales tax funds to maintain customer fixed cost obligations to 50% of the annual revenue bond debt service requirement. The remaining sales tax receipts will be used for construction or operating costs as the Commission directs.

Operating expenditures in the 2010-11 budget has increased due mainly to increased water rates from Chicago. Personnel cost increases relate to the amount necessary to pay the Commission's unfunded pension liability.

CONSTRUCTION EXPENDITURES

Construction projects for fiscal year 2010-11 are outlined in the five-year planning document.

DRAFT

DuPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 09-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE FY 10-11 BUDGET VS FY 09-10 PROJECTED | % CHANGE FY 10-11 BUDGET VS FY 09-10 BUDGET |
|--------|---------------------------------------|------------|----------------------------|----------------------------|-------------------------------|----------------------------|--|---|
| 01 | 5000 | | | | | | | |
| | REVENUES | | | | | | | |
| 01 | 5110 | PAGE 3 | 33,408,518 | 47,880,552 | 43,475,314 | 54,442,280 | 25.2% | 13.7% |
| 01 | 5120 | PAGE 3 | 6,985,898 | 7,145,219 | 7,145,219 | 7,146,219 | 0.0% | 0.0% |
| 01 | 5130 | PAGE 3 | 922,348 | 954,000 | 897,423 | 909,633 | 1.4% | -4.7% |
| 01 | 5140 | PAGE 3 | 5,104 | 28,600 | 9,397 | 16,650 | 77.2% | -41.8% |
| 01 | 5300 | PAGE 3 | 31,118,492 | 30,069,085 | 28,556,198 | 28,842,000 | 1.0% | -4.1% |
| 01 | 5810 | PAGE 3 | 1,424,148 | 1,552,996 | 332,610 | 321,115 | -3.5% | -79.3% |
| 01 | 5900 | PAGE 3 | 2,473 | 2,500 | 37,475 | 566,200 | 1410.9% | 22548.0% |
| | TOTAL REVENUE | | 73,866,981 | 87,632,952 | 80,453,642 | 92,244,097 | 14.7% | 5.3% |
| 01 | 60 6000 | | | | | | | |
| | OPERATING EXPENDITURES | | | | | | | |
| 01 | 60 6100 | PAGE 5 | 3,782,728 | 4,570,513 | 3,942,901 | 5,182,002 | 31.4% | 13.4% |
| 01 | 60 6200 | PAGE 7 | 655,937 | 1,097,785 | 1,439,963 | 787,050 | -45.3% | -28.3% |
| 01 | 60 6400 | PAGE 8 | 729,203 | 767,182 | 665,260 | 730,767 | 9.8% | -4.7% |
| 01 | 60 6500 | PAGE 9 | 764,490 | 917,115 | 524,886 | 845,286 | 61.0% | -7.8% |
| 01 | 60 6600 | PAGE 10 | 53,845,192 | 70,228,962 | 61,275,610 | 70,747,260 | 15.5% | 0.7% |
| 01 | 60 6700 | PAGE 11 | 6,761,745 | 6,333,653 | 6,468,028 | 6,156,007 | -4.8% | -2.8% |
| 01 | 60 6800 | PAGE 11 | 0 | 26,000 | 0 | 22,850 | N/A | -12.1% |
| 01 | 60 6900 | PAGE 12 | 6,780,009 | 6,927,978 | 7,129,510 | 7,649,156 | 7.3% | 10.4% |
| | TOTAL OPERATING EXPENDITURES | | 73,129,304 | 90,869,188 | 81,446,158 | 92,120,378 | 13.1% | 1.4% |
| 01 | 60 7000 | PAGE 13 | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 | 60 8000 | PAGE 14 | 0 | 0 | 4,984,210 | 5,104,385 | 2.4% | N/A |
| | TOTAL EXPENDITURES | | 73,129,304 | 90,869,188 | 86,430,368 | 97,224,763 | 12.5% | 7.0% |
| | NET OPERATING ACCOUNTING TRANSACTIONS | | 737,677 | (3,236,236) | (5,976,726) | (4,980,666) | -16.7% | 53.9% |

[NOTE (a) - THE FY2009 BUDGET SUMMARY HAD 290,600 LESS IN DETAIL THAT THE SUMMARY SHOWED. THE FY2009 BUDGET SUMMARY COLUMN SUMMARY HAS BEEN CORRECTED.]

FUND BALANCES. The Commission reports its net assets in accordance with Generally Accepted Accounting Principles (GAAP). For internal management purposes the Unrestricted Net Assets category is divided into three sub-categories:

- 4210 - Unrestricted Net Assets
- 4220 - Net Assets Restricted by Ordinance/Resolution;
- 4230 - Net Assets Invested in Property, Plant and Equipment.

The amounts reported in sub-accounts 4211 through 4215 constitute the Commission's day-to-day operating balance. Amounts in account 4219 were not restricted but had been reserved for water quality loans. Account 4220 is restricted and shows funds held for bond payments and required bond reserves. Account 4230 represents the Commission's infrastructure investment net of unpaid long-term debt used for its construction.

FUND BALANCE RECOMMENDATION. The Commission had established an emergency reserve, which has been depleted. In place of that, a Contingency Reserve was set up after the proceeds of the first debt certificate were received. Additionally, Sales Tax funds previously reserved for construction may be used for that purpose or to support operating costs as the Commission determines.

DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 08-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE FY 10-11 BUDGET VS FY 09-10 PROJECTED | % CHANGE FY 10-11 BUDGET VS FY 09-10 BUDGET |
|--------|-----------------------------------|---|----------------------------------|----------------------------------|-------------------------------------|----------------------------------|--|---|
| | NET ASSETS BALANCE | | | | | | | |
| | NET CURRENT YEAR TRANSACTIONS | PAGE 1 | 737,677 | (3,236,236) | (5,976,726) | (4,980,666) | -16.7% | 53.9% |
| | BEGINNING NET ASSET BALANCE | | 331,569,715 | 367,735,796 | 332,307,392 | 326,330,666 | -1.8% | -11.3% |
| | ENDING NET ASSET BALANCE | | 332,307,392 | 364,499,560 | 326,330,666 | 321,350,000 | -1.5% | -11.8% |
| | NET ASSETS BALANCE ANALYSIS | | | | | | | |
| 01 | 4210 | TOTAL UNRESTRICTED NET ASSETS | | | | | | |
| 01 | 4211 | HELD FOR EMERGENCY REPAIRS | 924,989 | 20,000,000 | 0 | 0 | N/A | -100.0% |
| 01 | 4212 | RESERVED FOR WHOLESALE WATER RATE STABILIZATION | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 | 4213 | RESERVED FOR THE ACQUISITION OF CAPITAL ASSETS | 6,852,553 | 52,592,288 | 0 | 0 | N/A | -100.0% |
| 01 | 4214 | UNRESTRICTED (SALES TAX ACCOUNT) | 0 | 0 | 4,000,000 | 11,400,000 | 185.0% | N/A |
| 01 | 4215 | CONTINGENCY RESERVE | 0 | 0 | 13,000,000 | 15,062,357 | 15.9% | N/A |
| | NET UNRESTRICTED OPERATING ASSETS | | 7,777,542 | 72,592,288 | 17,000,000 | 26,462,357 | 55.7% | -63.5% |
| 01 | 4219 | WATER QUALITY LOANS RESERVE | 0 | 3,152,731 | 0 | 0 | N/A | -100.0% |
| 01 | 4210 | TOTAL UNRESTRICTED NET ASSETS | 7,777,542 | 75,745,019 | 17,000,000 | 26,462,357 | 55.7% | -65.1% |
| 01 | 4220 | RESTRICTED BY ORDINANCE/RESOLUTION | 65,435,452 | 37,659,429 | 37,620,000 | 25,400,000 | -32.5% | -32.6% |
| 01 | 4230 | INVESTED IN PROPERTY PLANT AND EQUIPMENT | 259,094,398 | 251,095,112 | 271,710,666 | 269,487,643 | -0.8% | 7.3% |
| | NET ASSETS BALANCE | | 332,307,392 | 364,499,560 | 326,330,666 | 321,350,000 | -1.5% | -11.8% |

WATER REVENUES. The average combined Charter Customer operation and maintenance (O&M) and fixed cost rate is proposed to increase to \$2.08 per 1,000 gallons. O&M revenues for fiscal year 2010-11 are based on selling 29.588 billion gallons at a rate of \$1.84. Commission customers are expected to use 85% of their revised Illinois Department of Natural Resources (IDNR) allocations.

Fixed cost payments fund only the annual revenue bond principal and interest payments. By using sales taxes to fund 50% of this requirement, the fixed cost equivalent will be \$0.24 per 1,000 gallons.

The Subsequent Customer Charges represents two charges and one credit budgeted for subsequent customers. One of the charges is the missed fixed cost recapture from January 1, 1989 to the date of first service to the subsequent customer. This charge was replaced in 2006 with a Capital Cost Recovery Charge beginning with the addition of DuPage County as a subsequent customer. The cost of existing subsequent customer facilities is also recaptured in this line item net of a credit for revenue bond funds used to construct Charter Customer feeder mains and meter stations.

SALES TAXES. Sales tax revenues for the fiscal year 2010-11 are projected to increase by 1% over fiscal year 2009-10 projected actual.

INTEREST INCOME. The average rate of return has been estimated to be .025%. The average invested is estimated to be \$33.2 million.

OTHER INCOME. Connection facilities construction for DuPage County and Winfield are the sources of this income.

DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 08-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE FY 10-11 BUDGET VS FY 09-10 PROJECTED | % CHANGE FY 10-11 BUDGET VS FY 09-10 BUDGET |
|--------|-----------------------------|------------|----------------------------|----------------------------|-------------------------------|----------------------------|--|---|
| 01 | 5000 | | | | | | | |
| | REVENUES | | | | | | | |
| 01 | 5100 | | | | | | | |
| | WATER REVENUES | | | | | | | |
| 01 | 5110 | | 33,408,518 | 47,880,552 | 43,475,314 | 54,442,280 | 25.2% | 13.7% |
| | O & M PAYMENTS | | | | | | | |
| 01 | 5120 | | 6,985,898 | 7,145,219 | 7,145,219 | 7,146,219 | 0.0% | 0.0% |
| | FIXED COST PAYMENTS | | | | | | | |
| 01 | 5130 | | 922,348 | 954,000 | 897,429 | 909,633 | 1.4% | -4.7% |
| | SUBSEQUENT CUSTOMER CHARGES | | | | | | | |
| 01 | 5140 | | 5,104 | 28,600 | 9,397 | 16,650 | 77.2% | -41.8% |
| | EMERGENCY WATER SERVICE | | | | | | | |
| 01 | 5300 | | 31,118,492 | 30,069,085 | 28,556,198 | 28,842,000 | 1.0% | -4.1% |
| | SALES TAXES | | | | | | | |
| 01 | 5800 | | | | | | | |
| | INVESTMENT EARNINGS | | | | | | | |
| 01 | 5810 | | 1,424,148 | 1,552,996 | 332,610 | 321,115 | -3.5% | -79.3% |
| | INTEREST INCOME | | | | | | | |
| 01 | 5900 | | 2,473 | 2,500 | 37,475 | 566,200 | 1410.9% | 22548.0% |
| | OTHER INCOME | | | | | | | |
| | TOTAL REVENUE | | 73,866,981 | 87,632,952 | 80,453,642 | 92,244,097 | 14.7% | 5.3% |

FIXED COST PAYMENT SCHEDULE. As required in the Charter Customer water purchase contract, the schedule of fixed cost payments for the presently served Commission Customers is shown below. The costs are allocated based on historic water use for calendar years 2008 and 2009. However, the fixed cost equivalent of \$0.24 per 1,000 gallons is based on the total fixed cost requirement net of sales tax funding (\$7,146,219) divided by the budgeted fiscal year 2010-11 water sales of 29.588 billion gallons.

DRAFT

DuPAGE WATER COMMISSION
ESTIMATED CUSTOMER
FIXED COST PAYMENT SCHEDULE
MAY 1, 2010 TO APRIL 30, 2011

EXHIBIT 1

| CUSTOMER | 2008 & 2009 | 2008 & 2009 | REQUIRED | FOR: | FOR: | FOR: | FOR: | FOR: | FOR: | FOR: | FOR: | FOR: | FOR: | FOR: | FOR: |
|----------------------------|-------------|-------------|---------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| | CALENDAR | CALENDAR | FIXED COST | 05/31/10 | 06/30/10 | 07/31/10 | 08/31/10 | 09/30/10 | 10/31/10 | 11/30/10 | 12/31/10 | 01/31/11 | 02/28/11 | 03/31/11 | 04/30/11 |
| | YEARS USE | % USAGE | PAYMENT | DUE: | DUE: | DUE: | DUE: | DUE: | DUE: | DUE: | DUE: | DUE: | DUE: | DUE: | DUE: |
| | (1000 GAL) | | \$14,292,438 | 07/10/10 | 08/10/10 | 09/10/10 | 10/10/10 | 11/10/10 | 12/10/10 | 01/10/11 | 02/10/11 | 03/10/11 | 04/10/11 | 05/10/11 | 06/10/11 |
| | | | 50% | | | | | | | | | | | | |
| | | | SALES TAX | | | | | | | | | | | | |
| | | | FUNDED | | | | | | | | | | | | |
| | | | (\$7,146,219) | | | | | | | | | | | | |
| | | | AMOUNT TO BE | | | | | | | | | | | | |
| | | | RATE FUNDED | | | | | | | | | | | | |
| | | | \$7,146,219 | | | | | | | | | | | | |
| ADDISON | 2,592,143 | 4.4638% | \$318,996 | \$26,583 | \$26,583 | \$26,583 | \$26,583 | \$26,583 | \$26,583 | \$26,583 | \$26,583 | \$26,583 | \$26,583 | \$26,583 | \$26,583 |
| BENSENVILLE | 1,587,842 | 2.7344% | 195,408 | 16,284 | 16,284 | 16,284 | 16,284 | 16,284 | 16,284 | 16,284 | 16,284 | 16,284 | 16,284 | 16,284 | 16,284 |
| BLOOMINGDALE | 1,694,195 | 2.9175% | 208,488 | 17,374 | 17,374 | 17,374 | 17,374 | 17,374 | 17,374 | 17,374 | 17,374 | 17,374 | 17,374 | 17,374 | 17,374 |
| CAROL STREAM | 2,563,872 | 4.4152% | 315,516 | 26,293 | 26,293 | 26,293 | 26,293 | 26,293 | 26,293 | 26,293 | 26,293 | 26,293 | 26,293 | 26,293 | 26,293 |
| CLARENDON HILLS | 541,718 | 0.9329% | 66,660 | 5,555 | 5,555 | 5,555 | 5,555 | 5,555 | 5,555 | 5,555 | 5,555 | 5,555 | 5,555 | 5,555 | 5,555 |
| DARIEN | 1,862,017 | 3.2065% | 229,140 | 19,095 | 19,095 | 19,095 | 19,095 | 19,095 | 19,095 | 19,095 | 19,095 | 19,095 | 19,095 | 19,095 | 19,095 |
| DOWNERS GROVE | 4,052,651 | 6.9789% | 498,744 | 41,562 | 41,562 | 41,562 | 41,562 | 41,562 | 41,562 | 41,562 | 41,562 | 41,562 | 41,562 | 41,562 | 41,562 |
| ELMHURST | 3,082,829 | 5.3088% | 379,380 | 31,615 | 31,615 | 31,615 | 31,615 | 31,615 | 31,615 | 31,615 | 31,615 | 31,615 | 31,615 | 31,615 | 31,615 |
| GLEN ELLYN | 1,841,845 | 3.1718% | 228,868 | 18,889 | 18,889 | 18,889 | 18,889 | 18,889 | 18,889 | 18,889 | 18,889 | 18,889 | 18,889 | 18,889 | 18,889 |
| GLENDALE HTS | 1,913,560 | 3.2953% | 235,488 | 19,624 | 19,624 | 19,624 | 19,624 | 19,624 | 19,624 | 19,624 | 19,624 | 19,624 | 19,624 | 19,624 | 19,624 |
| HINSDALE | 1,869,105 | 3.2187% | 230,016 | 19,168 | 19,168 | 19,168 | 19,168 | 19,168 | 19,168 | 19,168 | 19,168 | 19,168 | 19,168 | 19,168 | 19,168 |
| ITASCA | 991,912 | 1.7081% | 122,064 | 10,172 | 10,172 | 10,172 | 10,172 | 10,172 | 10,172 | 10,172 | 10,172 | 10,172 | 10,172 | 10,172 | 10,172 |
| LISLE | 1,765,103 | 3.0396% | 217,224 | 18,102 | 18,102 | 18,102 | 18,102 | 18,102 | 18,102 | 18,102 | 18,102 | 18,102 | 18,102 | 18,102 | 18,102 |
| LOMBARD | 3,028,700 | 5.2156% | 372,720 | 31,060 | 31,060 | 31,060 | 31,060 | 31,060 | 31,060 | 31,060 | 31,060 | 31,060 | 31,060 | 31,060 | 31,060 |
| NAPERVILLE | 11,618,637 | 20.0081% | 1,429,836 | 119,153 | 119,153 | 119,153 | 119,153 | 119,153 | 119,153 | 119,153 | 119,153 | 119,153 | 119,153 | 119,153 | 119,153 |
| OAK BROOK | 2,314,151 | 3.9851% | 284,784 | 23,732 | 23,732 | 23,732 | 23,732 | 23,732 | 23,732 | 23,732 | 23,732 | 23,732 | 23,732 | 23,732 | 23,732 |
| ROSELLE | 1,301,566 | 2.2414% | 160,176 | 13,348 | 13,348 | 13,348 | 13,348 | 13,348 | 13,348 | 13,348 | 13,348 | 13,348 | 13,348 | 13,348 | 13,348 |
| VILLA PARK | 1,297,907 | 2.2351% | 159,720 | 13,310 | 13,310 | 13,310 | 13,310 | 13,310 | 13,310 | 13,310 | 13,310 | 13,310 | 13,310 | 13,310 | 13,310 |
| WESTMONT | 1,766,392 | 3.0418% | 217,380 | 18,115 | 18,115 | 18,115 | 18,115 | 18,115 | 18,115 | 18,115 | 18,115 | 18,115 | 18,115 | 18,115 | 18,115 |
| WHEATON | 3,480,460 | 5.9936% | 428,319 | 35,693 | 35,693 | 35,693 | 35,693 | 35,693 | 35,693 | 35,693 | 35,693 | 35,693 | 35,693 | 35,693 | 35,693 |
| WILLOWBROOK | 764,810 | 1.3171% | 94,116 | 7,843 | 7,843 | 7,843 | 7,843 | 7,843 | 7,843 | 7,843 | 7,843 | 7,843 | 7,843 | 7,843 | 7,843 |
| WOOD DALE | 918,550 | 1.5818% | 113,040 | 9,420 | 9,420 | 9,420 | 9,420 | 9,420 | 9,420 | 9,420 | 9,420 | 9,420 | 9,420 | 9,420 | 9,420 |
| WOODRIDGE | 2,164,045 | 3.7266% | 266,316 | 22,193 | 22,193 | 22,193 | 22,193 | 22,193 | 22,193 | 22,193 | 22,193 | 22,193 | 22,193 | 22,193 | 22,193 |
| WINFIELD | 604,843 | 1.0416% | 74,436 | 6,203 | 6,203 | 6,203 | 6,203 | 6,203 | 6,203 | 6,203 | 6,203 | 6,203 | 6,203 | 6,203 | 6,203 |
| OAK BROOK TERRACE | 122,889 | 0.2116% | 15,120 | 1,260 | 1,260 | 1,260 | 1,260 | 1,260 | 1,260 | 1,260 | 1,260 | 1,260 | 1,260 | 1,260 | 1,260 |
| DPC-SERWF | 394,908 | 0.6801% | 48,600 | 4,050 | 4,050 | 4,050 | 4,050 | 4,050 | 4,050 | 4,050 | 4,050 | 4,050 | 4,050 | 4,050 | 4,050 |
| DPC-GLEN ELLYN HEIGHTS (1) | 156,268 | 0.2691% | 19,236 | 1,603 | 1,603 | 1,603 | 1,603 | 1,603 | 1,603 | 1,603 | 1,603 | 1,603 | 1,603 | 1,603 | 1,603 |
| DPC-HOBSON (1) | 45,296 | 0.0780% | 5,568 | 464 | 464 | 464 | 464 | 464 | 464 | 464 | 464 | 464 | 464 | 464 | 464 |
| DPC-STEEPLE RUN (1) | 134,014 | 0.2308% | 16,488 | 1,374 | 1,374 | 1,374 | 1,374 | 1,374 | 1,374 | 1,374 | 1,374 | 1,374 | 1,374 | 1,374 | 1,374 |
| DPC-NORDIC PARK (3) | 38,631 | 0.0655% | 4,752 | 396 | 396 | 396 | 396 | 396 | 396 | 396 | 396 | 396 | 396 | 396 | 396 |
| DPC-YORK CENTER (2) | 0 | 0.0000% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| IAWC-ARROWHEAD | 100,039 | 0.1723% | 12,312 | 1,026 | 1,026 | 1,026 | 1,026 | 1,026 | 1,026 | 1,026 | 1,026 | 1,026 | 1,026 | 1,026 | 1,026 |
| IAWC-VALLEY VIEW | 463,675 | 0.7985% | 57,060 | 4,755 | 4,755 | 4,755 | 4,755 | 4,755 | 4,755 | 4,755 | 4,755 | 4,755 | 4,755 | 4,755 | 4,755 |
| IAWC-COUNTRY CLUB | 65,059 | 0.1120% | 8,004 | 667 | 667 | 667 | 667 | 667 | 667 | 667 | 667 | 667 | 667 | 667 | 667 |
| IAWC-LMBRD HGHTS | 37,977 | 0.0654% | 4,668 | 389 | 389 | 389 | 389 | 389 | 389 | 389 | 389 | 389 | 389 | 389 | 389 |
| IAWC-DP/LISLE | 393,858 | 0.6783% | 48,468 | 4,039 | 4,039 | 4,039 | 4,039 | 4,039 | 4,039 | 4,039 | 4,039 | 4,039 | 4,039 | 4,039 | 4,039 |
| ARGONNE NATIONAL LAB | 293,712 | 0.5058% | 36,144 | 3,012 | 3,012 | 3,012 | 3,012 | 3,012 | 3,012 | 3,012 | 3,012 | 3,012 | 3,012 | 3,012 | 3,012 |
| IAWC-LIBERTY RIDGE WEST | 186,380 | 0.3210% | 22,932 | 1,911 | 1,911 | 1,911 | 1,911 | 1,911 | 1,911 | 1,911 | 1,911 | 1,911 | 1,911 | 1,911 | 1,911 |
| IAWC-LIBERTY RIDGE EAST | 18,159 | 0.0313% | 2,232 | 186 | 186 | 186 | 186 | 186 | 186 | 186 | 186 | 186 | 186 | 186 | 186 |
| ALL CUSTOMERS TOTAL (4) | 58,069,708 | 100.0000% | \$7,146,219 | \$595,518 | \$595,518 | \$595,518 | \$595,518 | \$595,518 | \$595,518 | \$595,518 | \$595,518 | \$595,518 | \$595,518 | \$595,518 | \$595,518 |

- (1) - CUSTOMER LESS THAN TWO FULL CALENDAR YEARS - USE ALLOCATION
- (2) - COSTS ABOVE THE HIGHEST CUSTOMER CONNECTION COST
- (3) - NO ALLOCATION. WATER USAGE FOR 2007 & 2008 USED IN CALCULATION.
- (4) - THE FIXED COST PAYMENT INCLUDES THE COUNTY OF DuPAGE

| | FY 2010-11 | FY 2009-10 |
|---|------------|------------|
| ESTIMATED O & M RATE | \$1.84 | \$ 1.48 |
| ESTIMATED FIXED COST EQUIVALENT | \$0.24 | 0.22 |
| ESTIMATED TOTAL RATE PER THOUSAND GALLONS | \$2.08 | \$1.70 |

SALARIES AND WAGES. Commission employee wages are established and evaluated according to competitive rates paid by the Commission's customers and general labor market considerations. A 1% pay adjustment is proposed for non-management personnel. Normal plant operation staff scheduling accounts for most of the overtime costs.

FRINGE BENEFITS. The Commission participates in the Illinois Municipal Retirement Fund (IMRF) and its contribution rate for 2010 is 10.68%. Annually, IMRF calculates the amount of unfunded pension liability for the prior calendar year and notifies the Commission after the budget has been approved. The Commission's unfunded pension liability at the end of 2009 is estimated to be \$1.121million which will be paid in December 2010.

Group health and life insurance benefits are available for all full time employees. As of January 1, 2010 the Commission implemented the policy of paying 80% of employee and dependents health insurance premiums. The budget is based on actual rates for January 1, 2010, with a 15% increase for the last four months of the budget year.

PROFESSIONAL DEVELOPMENT. Travel, training and professional development are budgeted for courses and seminars. Tuition reimbursement for employees has been suspended for this fiscal year.

OTHER PERSONNEL COSTS. These expenses are for employee recruitment and annual physical examinations required for normal operating procedures and confined space entry. Increase is due to security at Commission's board meetings.

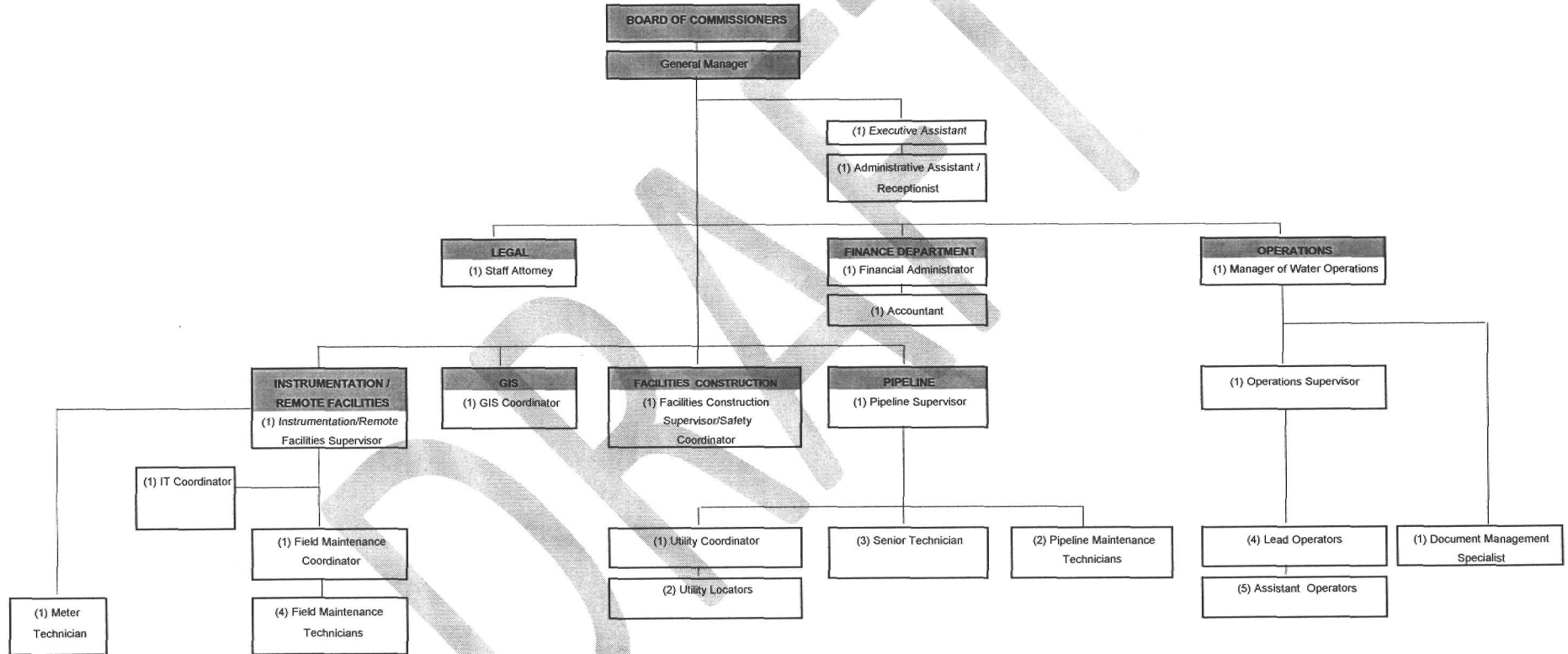
DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 08-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE | % CHANGE |
|------------|---------------------------|------------|----------------------------------|----------------------------------|-------------------------------------|----------------------------------|--|---|
| | | | | | | | FY 10-11 BUDGET VS FY 09-10 PROJECTED | FY 10-11 BUDGET VS FY 09-10 BUDGET |
| 01 60 6000 | OPERATING EXPENSES | | | | | | | |
| 01 60 6100 | PERSONAL SERVICES | | | | | | | |
| 01 60 6110 | SALARIES & WAGES | | | | | | | |
| 01 60 6111 | ADMINISTRATIVE-REGULAR | | 1,125,213 | 1,169,247 | 1,177,790 | 1,182,331 | 0.4% | 1.1% |
| 01 60 6112 | OPERATIONS-REGULAR | | 1,408,288 | 1,514,142 | 1,474,789 | 1,482,171 | 0.5% | -2.1% |
| 01 60 6113 | SUMMER INTERNS | | 11,775 | 0 | 0 | 0 | N/A | N/A |
| 01 60 6116 | ADMINISTRATIVE - OVERTIME | | 1,558 | 8,028 | 6,491 | 7,400 | 14.0% | -7.8% |
| 01 60 6117 | OPERATIONS - OVERTIME | | 209,762 | 227,121 | 200,006 | 219,000 | 9.5% | -3.6% |
| 01 60 6120 | FRINGE BENEFITS | | | | | | | |
| 01 60 6121 | PENSION | | 242,575 | 596,000 | 250,858 | 1,427,100 | 468.9% | 139.4% |
| 01 60 6122 | MEDICAL/LIFE BENEFITS | | 447,391 | 656,800 | 580,487 | 566,100 | -2.5% | -13.8% |
| 01 60 6123 | FEDERAL PAYROLL TAXES | | 196,156 | 217,000 | 207,719 | 224,000 | 7.8% | 3.2% |
| 01 60 6128 | STATE UNEMPLOYMENT TAXES | | 3,568 | 4,600 | 4,600 | 4,600 | 0.0% | 0.0% |
| 01 60 6130 | PROFESSIONAL DEVELOPMENT | | | | | | | |
| 01 60 6131 | TRAVEL | | 8,219 | 10,400 | 7,295 | 8,900 | 22.0% | -14.4% |
| 01 60 6132 | TRAINING | | 58,714 | 55,600 | 9,602 | 15,800 | 64.5% | -71.6% |
| 01 60 6133 | CONFERENCES | | 24,338 | 24,250 | 6,591 | 6,000 | -9.0% | -75.3% |
| 01 60 6133 | TUTION REIMBURSEMENT | | 8,935 | 40,715 | 14,842 | 0 | -100.0% | -100.0% |
| 01 60 6190 | OTHER PERSONNEL COSTS | | | | | | | |
| 01 60 6191 | OTHER PERSONNEL COSTS | | 36,236 | 46,610 | 1,831 | 38,600 | 2008.1% | -17.2% |
| | TOTAL PERSONAL SERVICES | | 3,782,728 | 4,570,513 | 3,942,901 | 5,182,002 | 31.4% | 13.4% |

PERSONNEL TABLE. The personnel service budget is based on the personnel structure in the table below. The total personnel under this budget remain at 37. This budget eliminates the scheduled additional two staff positions (Management Information System Supervisor and electrician).

DRAFT

**DUPAGE WATER COMMISSION
ORGANIZATIONAL CHART
FISCAL YEAR 2010-2011**



WATER CONSERVATION PROGRAM. The amount budgeted includes a conservation program.

FINANCIAL SERVICES. Trust services and bank charges are for revenue and general obligation bonds, as well as investment safekeeping services. The amount budgeted for other financial services include the revenue bond arbitrage rebate annual calculation and local investment program bank review.

LEGAL SERVICES. The budget for general counsel provides for the legal services of a corporate counsel. Bond counsel will be utilized for tax abatement, arbitrage and miscellaneous bond issues. Special counsel will provide legal services for non-routine matters. The other legal service line item provides for defense cost should the Commission become involved in unanticipated litigation.

AUDIT SERVICES. The audit service budget is for the annual audit for fiscal year ending April 30, 2009 (completion) and April 30, 2010.

CONSULTING SERVICES. Major consulting costs in fiscal year 2010-11 include asset management (\$25,000), geographical information system (\$15,000), electrical market consultant (\$5,000), development of O&M manuals (\$25,000), document management (\$30,000), and insurance consultant (\$6,000).

CONTRACTUAL SERVICES. Contractual services include document scanning which was not performed last fiscal year, utility location system (\$27,000), material testing as part of the ongoing construction projects (\$75,000), annual UPS maintenance (\$9,200) and temporary accounting services.

DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 08-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE FY 10-11 BUDGET VS FY 09-10 PROJECTED | % CHANGE FY 10-11 BUDGET VS FY 09-10 BUDGET |
|------------|------------------------------|------------|----------------------------------|----------------------------------|-------------------------------------|----------------------------------|--|---|
| 01 60 6200 | PROFESSIONAL SERVICES | | | | | | | |
| 01 60 6210 | WATER CONSERVATION PROGRAM | | 127,544 | 175,000 | 82,695 | 135,000 | 63.3% | -22.9% |
| 01 60 6230 | FINANCIAL SERVICES | | | | | | | |
| 01 60 6233 | TRUST SERVICES BANK CHARGES | | 22,475 | 39,725 | 26,835 | 34,100 | 27.1% | -14.2% |
| 01 60 6239 | GENERAL FINANCIAL CONSULTING | | 2,049 | 2,200 | 8,282 | 0 | -100.0% | -100.0% |
| 01 60 6250 | LEGAL SERVICES | | | | | | | |
| 01 60 6251 | GENERAL COUNSEL | | 47,454 | 90,000 | 60,229 | 90,000 | 49.4% | 0.0% |
| 01 60 6252 | BOND COUNSEL | | 0 | 2,000 | 40,000 | 27,000 | -32.5% | 1250.0% |
| 01 60 6253 | SPECIAL COUNSEL | | 0 | 60,000 | 533,507 | 60,000 | -88.8% | 0.0% |
| 01 60 6258 | LEGAL NOTICES | | 9,440 | 5,000 | 19,434 | 5,000 | -74.3% | 0.0% |
| 01 60 6259 | OTHER LEGAL SERVICES | | | 25,000 | 0 | 25,000 | N/A | 0.0% |
| 01 60 6260 | AUDIT SERVICES | | 58,000 | 63,800 | 63,800 | 90,000 | 41.1% | 41.1% |
| 01 60 6280 | CONSULTING SERVICES | | 306,664 | 409,500 | 422,387 | 151,000 | -64.3% | -63.1% |
| 01 60 6290 | CONTRACTUAL SERVICES | | 82,311 | 225,560 | 182,794 | 169,950 | -7.0% | -24.7% |
| | TOTAL PROFESSIONAL SERVICES | | 655,937 | 1,097,785 | 1,439,963 | 787,050 | -45.3% | -28.3% |

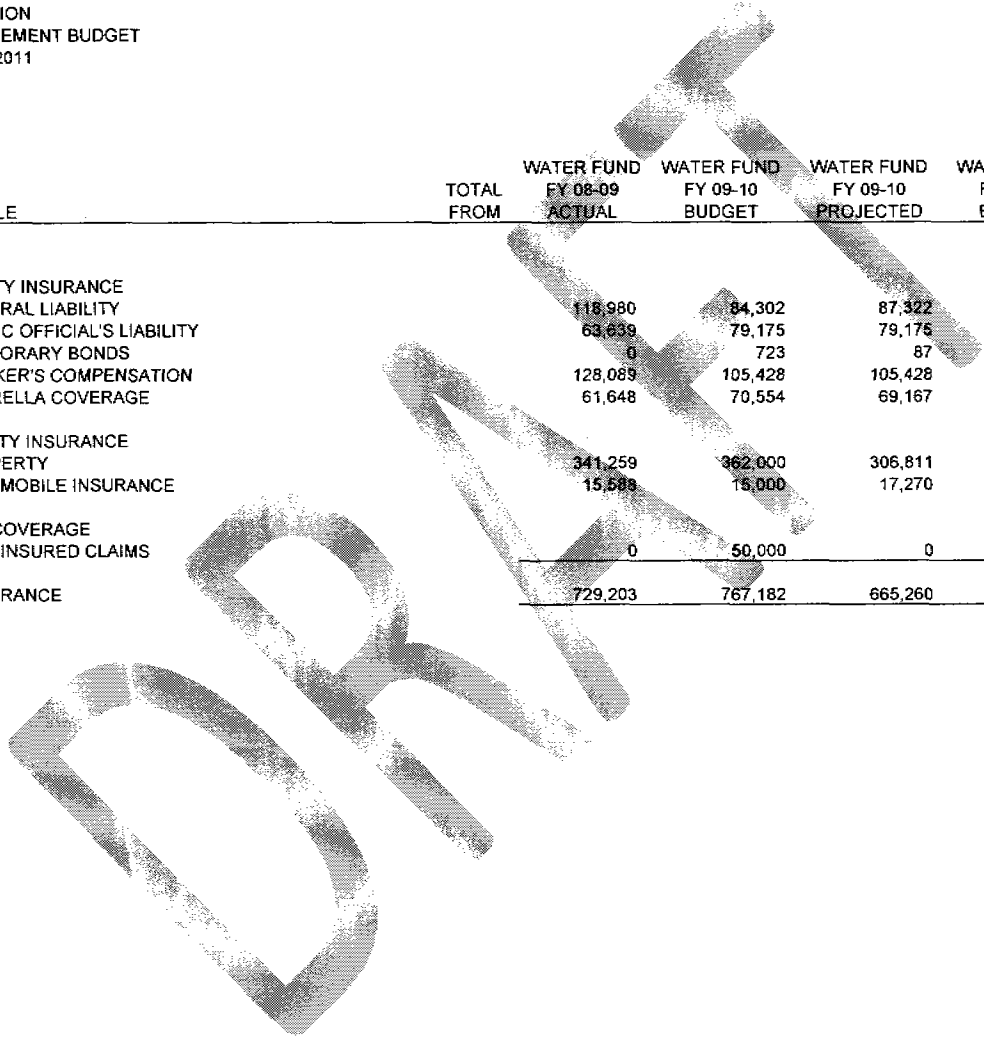
CASUALTY INSURANCE. This covers the Commission against operating liabilities. The budget is based on known costs of current policies for the calendar year. Insurance policies were renewed through a competitive bidding process.

PROPERTY INSURANCE. This covers the Commission against damage to its physical plant. The budget is based on known costs of current policies for the calendar year. Reduced availability of this type of insurance has caused the Commission to significantly self-insure its underground facilities.

OTHER COVERAGES. The Commission carries deductibles on its property insurance policies. The deductible per above ground incident is \$25,000. Below ground facilities carry a \$1 million deductible per occurrence. Because it is impossible to know if an incident will occur and no known claims are currently outstanding, \$25,000 was budgeted for each type of incident.

DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND | | | | % CHANGE | % CHANGE |
|------------|-----------------------------|------------|-----------------|-----------------|--------------------|-----------------|---------------------------------------|------------------------------------|
| | | | FY 08-09 ACTUAL | FY 09-10 BUDGET | FY 09-10 PROJECTED | FY 10-11 BUDGET | FY 10-11 BUDGET VS FY 09-10 PROJECTED | FY 10-11 BUDGET VS FY 09-10 BUDGET |
| 01 60 6400 | INSURANCE | | | | | | | |
| 01 60 6410 | CASUALTY INSURANCE | | | | | | | |
| 01 60 6411 | GENERAL LIABILITY | | 118,980 | 84,302 | 87,322 | 56,044 | -35.8% | -33.5% |
| 01 60 6412 | PUBLIC OFFICIAL'S LIABILITY | | 63,639 | 79,175 | 79,175 | 64,000 | -19.2% | -19.2% |
| 01 60 6413 | TEMPORARY BONDS | | 0 | 723 | 87 | 723 | 731.0% | 0.0% |
| 01 60 6415 | WORKER'S COMPENSATION | | 128,089 | 105,428 | 105,428 | 110,000 | 4.3% | 4.3% |
| 01 60 6416 | UMBRELLA COVERAGE | | 61,648 | 70,554 | 69,167 | 70,000 | 1.2% | -0.8% |
| 01 60 6420 | PROPERTY INSURANCE | | | | | | | |
| 01 60 6421 | PROPERTY | | 341,259 | 362,000 | 306,811 | 362,000 | 18.0% | 0.0% |
| 01 60 6422 | AUTOMOBILE INSURANCE | | 15,589 | 15,000 | 17,270 | 18,000 | 4.2% | 20.0% |
| 01 60 6490 | OTHER COVERAGE | | | | | | | |
| 01 60 6491 | SELF INSURED CLAIMS | | 0 | 50,000 | 0 | 50,000 | N/A | 0.0% |
| | TOTAL INSURANCE | | 729,203 | 767,182 | 665,260 | 730,767 | 9.8% | -4.7% |



OCCUPANCY COSTS. Amounts have been budgeted for natural gas service for the DuPage Pumping Station, diesel fuel for the backup generators, as well as for communication systems.

ADMINISTRATION SUPPLIES. General supplies include office and computer supplies. Books and publications include the purchase of standard construction books used in determining rates for labor and equipment in conjunction with the Commission's quick response repair contracts.

PRINTING AND POSTAGE. Printing costs are for blue-line drawings used in construction in and around the Commission's pipeline. This item also includes the printing of letterhead and other business forms. Postage and delivery is for regular Commission mailings and delivery to various consultants working with the Commission.

PROFESSIONAL DUES. The most significant outlays for this line item are membership in the American Water Works Association (\$7,000) and AWWA Research fund (\$2,000).

OFFICE EQUIPMENT REPAIRS. This item is for maintaining the Commission's copy and facsimile machines, the educational model and other office machines.

REPAIRS & MAINT - BLDGS & GRN. This item is for maintaining the Commission's building and grounds at the DuPage Pumping Station. This budget includes fire alarm upgrade, police & fire protection and masonry repairs.

COMPUTER SOFTWARE. This item is for all the Commission's software purchases and upgrades.

SOFTWARE MAINTENANCE. This item is for the Commission's non-SCADA software maintenance agreements.

OTHER ADMINISTRATIVE EXPENSES. This item includes funds for various meetings and recognition expenses related to Commission business.

DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 08-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE FY 10-11 BUDGET VS FY 09-10 PROJECTED | % CHANGE FY 10-11 BUDGET VS FY 09-10 BUDGET |
|------------|--|------------|----------------------------|----------------------------|-------------------------------|----------------------------|--|---|
| 01 60 6500 | ADMINISTRATIVE COSTS | | | | | | | |
| 01 60 6510 | OCCUPANCY COSTS | | | | | | | |
| 01 60 6512 | GENERATOR DIESEL FUEL | | 0 | 144,000 | 0 | 319,000 | N/A | 121.5% |
| 01 60 6513 | NATURAL GAS | | 25,650 | 41,580 | 30,000 | 32,025 | 6.8% | -23.0% |
| 01 60 6514 | COMMUNICATION SYSTEMS | | 57,099 | 69,920 | 59,910 | 73,906 | 23.4% | 5.7% |
| 01 60 6520 | ADMINISTRATION SUPPLIES | | | | | | | |
| 01 60 6521 | OFFICE SUPPLIES | | 24,963 | 34,900 | 20,960 | 32,900 | 57.0% | -5.7% |
| 01 60 6522 | BOOKS & PUBLICATIONS | | 13,403 | 12,933 | 6,769 | 10,558 | 56.0% | -18.4% |
| 01 60 6530 | PRINTING & POSTAGE | | | | | | | |
| 01 60 6531 | PRINTING - GENERAL | | 13,032 | 11,600 | 3,267 | 10,000 | 206.1% | -13.8% |
| 01 60 6532 | POSTAGE & DELIVERY | | 18,637 | 22,080 | 15,278 | 22,080 | 44.5% | 0.0% |
| 01 60 6540 | PROFESSIONAL DUES | | 13,065 | 23,513 | 3,998 | 14,130 | 253.4% | -39.9% |
| 01 60 6550 | OFFICE EQUIPMENT REPAIRS | | 16,411 | 21,959 | 13,748 | 17,952 | 30.6% | -18.2% |
| 01 60 6560 | REPAIRS & MAINT - BLDGS & GRN | | 452,550 | 410,840 | 167,532 | 173,240 | 3.4% | -57.8% |
| 01 60 6580 | COMPUTER SOFTWARE | | 40,771 | 46,000 | 94,723 | 58,000 | -38.8% | 26.1% |
| 01 60 6590 | SOFTWARE MAINTENANCE | | 49,200 | 50,590 | 85,033 | 67,795 | -20.3% | 34.0% |
| 01 60 6591 | OTHER ADMINISTRATIVE EXPENSE | | 39,709 | 27,200 | 23,668 | 13,700 | -42.1% | -49.6% |
| | TOTAL ADMINISTRATIVE & MAINTENANCE COSTS | | 764,490 | 917,115 | 524,886 | 845,286 | 61.0% | -7.8% |

WATER SUPPLY. Water costs from the City of Chicago are budgeted on the assumption that the Commission's customers will use 85% of the 34.809 billion gallons allocated for the fiscal year (29.588 billion gallons). At 97.1% accountability, this means the Commission will purchase 30.472 billion gallons of water at an average rate of \$2.01 per 1,000 gallons. The City of Chicago water rate is budgeted to increase by 5% on January 1, 2011. In addition, 80% of the electrical costs and 50% of the labor and repair costs for the Lexington Pump Station are included in the water purchases line item. The budget for this item includes the electrical costs of operating the DuPage Pump Station, the elevated tanks and the metering stations as well as water quality chemicals and testing.

PUMP STATION OPERATIONS. This item includes the maintenance and repair of water pumps, reservoirs and the pump station building and purchase of spare parts. Costs of meter testing and instrumentation maintenance are included here. Major cost elements for fiscal year 2010-11 are SCADA and safety equipment and training.

PIPELINE MAINTENANCE. Repairs to the Commission's pipeline include work done under both the Quick Response contract by the Commission staff. Major expenses in this category include the valve stem replacement project (\$400,000) and fall protection at the tank sites (\$270,000). Corrosion mitigation is budgeted at \$1,100,000. These items are included in the five-year capital plan.

VEHICLES. Equipment repairs and maintenance includes the cost of gasoline, oil and repairs to the Commission's vehicles.

DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND | | | | % CHANGE | % CHANGE |
|---------------|---------------------------------------|------------|-----------------|-----------------|--------------------|-----------------|---------------------------------------|------------------------------------|
| | | | FY 08-09 ACTUAL | FY 09-10 BUDGET | FY 09-10 PROJECTED | FY 10-11 BUDGET | FY 10-11 BUDGET VS FY 09-10 PROJECTED | FY 10-11 BUDGET VS FY 09-10 BUDGET |
| 01 60 6600 | DIRECT WATER DISTRIBUTION COSTS | | | | | | | |
| 01 60 6610 | WATER SUPPLY | | | | | | | |
| 01 60 6611.01 | WATER PURCHASES-CHICAGO | | 47,958,687 | 61,062,739 | 55,507,171 | 62,012,562 | 11.7% | 1.6% |
| 01 60 6611.02 | ELECTRIC-CHICAGO | | 1,464,449 | 1,645,596 | 1,410,525 | 1,650,000 | 17.0% | 0.3% |
| 01 60 6611.03 | MAINTENANCE-CHICAGO | | 485,191 | 1,120,000 | 353,883 | 300,000 | -15.2% | -73.2% |
| 01 60 6612 | ELECTRIC - DuPAGE | | 2,589,977 | 3,230,320 | 2,522,647 | 3,355,320 | 33.0% | 3.9% |
| 01 60 6613 | WATER CHEMICALS | | 18,116 | 30,000 | 9,602 | 18,000 | 87.5% | -40.0% |
| 01 60 6614 | WATER TESTING | | 5,447 | 20,000 | 3,397 | 5,200 | 53.1% | -74.0% |
| 01 60 6620 | PUMP STATION OPERATIONS | | | | | | | |
| 01 60 6621 | PUMPING SERVICES | | 109,934 | 192,900 | 54,670 | 139,300 | 154.8% | -27.8% |
| 01 60 6623 | METER TESTING & REPAIR | | 9,349 | 108,000 | 134,830 | 14,500 | -89.2% | -86.6% |
| 01 60 6624 | SCADA/INSTRUMENTATION | | 29,659 | 53,400 | 60,212 | 55,000 | -8.7% | 3.0% |
| 01 60 6625 | EQUIPMENT RENTAL | | 3,518 | 20,900 | 7,396 | 9,300 | 25.7% | -55.5% |
| 01 60 6626 | UNIFORMS | | 12,670 | 39,000 | 36,703 | 39,000 | 6.3% | 0.0% |
| 01 60 6627 | SAFETY | | 142,787 | 101,750 | 30,300 | 97,150 | 220.6% | -4.5% |
| 01 60 6630 | PIPELINE MAINTENANCE | | | | | | | |
| 01 60 6631 | PIPELINE REPAIRS | | 214,938 | 785,000 | 309,791 | 475,000 | 53.3% | -39.5% |
| 01 60 6632 | CORROSION TESTING & MITIGATION | | 240,129 | 1,020,000 | 446,551 | 1,857,500 | 316.0% | 82.1% |
| 01 60 6633 | METER STATIONS, ROVS, STANDPIPES | | 188,652 | 504,000 | 235,958 | 467,500 | 98.1% | -7.2% |
| 01 60 6634 | PLAN REVIEW - PIPELINE CONFLICTS | | 65,521 | 115,250 | 79,334 | 77,350 | -2.5% | -32.9% |
| 01 60 6637 | PIPELINE SUPPLIES | | 29,210 | 83,229 | 11,391 | 79,500 | 597.9% | -4.5% |
| 01 60 6640 | VEHICLES | | | | | | | |
| 01 60 6641 | REPAIRS & MAINT - VEHICLES | | 30,402 | 23,900 | 18,789 | 33,500 | 78.3% | 40.2% |
| 01 60 6642 | FUEL- VEHICLES | | 44,961 | 71,400 | 40,882 | 60,000 | 46.8% | -16.0% |
| 01 60 6643 | LICENSES - VEHICLES | | 1,595 | 1,578 | 1,578 | 1,578 | 0.0% | 0.0% |
| | TOTAL DIRECT WATER DISTRIBUTION COSTS | | 53,645,192 | 70,228,962 | 61,275,610 | 70,747,260 | 15.5% | 0.7% |

BOND INTEREST COSTS. Bond principal is not a budgeted expense for accounting purposes. Interest costs are the only budgeted expenses for both the Water Revenue Bonds and General Obligation Bonds. Two debt certificates were issued (December 2009 and March/April 2010) for one-year terms. Final maturity on the General Obligation Bonds is March 1, 2011. Final maturity on the Water Revenue Bonds was extended by two years in the refunding to May 1, 2016.

LAND AND RIGHT-OF-WAY. The amount budgeted for leases include Cook County and Illinois State Toll Highway Authority leases for pipeline crossings and the use of the Illinois Toll Highway Authority's antenna system for the Commission's SCADA radio system. The increase in permits & fees is due to the title commitments to be provided to Chicago in connection with the transfer of the Lexington Pump Station and other interconnection facilities.

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DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 08-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE FY 10-11 BUDGET VS FY 09-10 PROJECTED | % CHANGE FY 10-11 BUDGET VS FY 09-10 BUDGET |
|------------|--------------------------------------|------------|----------------------------|----------------------------|-------------------------------|----------------------------|--|---|
| 01 60 6720 | BOND INTEREST | | | | | | | |
| 01 60 6721 | BOND INTEREST - GO BONDS | | 1,883,644 | 1,644,000 | 1,644,000 | 632,713 | -61.5% | -61.5% |
| 01 60 6722 | BOND INTEREST - REV BONDS | | 5,078,101 | 4,689,653 | 4,689,653 | 4,348,295 | -7.3% | -7.3% |
| 01 60 6723 | NOTE INTEREST - CERTIFICATES OF DEBT | | 0 | 0 | 134,375 | 1,175,000 | 774.4% | N/A |
| | TOTAL INTEREST EXPENSES | | 6,761,745 | 6,333,653 | 6,468,028 | 6,156,007 | -4.8% | -2.8% |
| 01 60 6800 | LAND AND RIGHT-OF-WAY | | | | | | | |
| | LAND AND RIGHT-OF-WAY | | | | | | | |
| 01 60 6810 | LEASES | | 0 | 1,000 | 0 | 10,600 | N/A | 960.0% |
| 01 60 6820 | PERMITS & FEES | | 0 | 25,000 | 0 | 12,250 | N/A | -51.0% |
| | TOTAL LAND AND RIGHT-OF-WAY | | 0 | 26,000 | 0 | 22,850 | N/A | -12.1% |

EQUIPMENT PURCHASES. The purpose of budgeting in this manner is to allow control over the purchase of equipment, as well as to plan for depreciation to conform to accounting principles in the annual audit report. The major outlays for fiscal year 2010-11 include internet firewall and monitor/filter upgrades (\$14,000) and office equipment for the new office area associated with the backup generation building (\$85,000). The capitalized equipment budget item is for year-end audit compliance.

VEHICLE PURCHASES. The replacement of the JULIE locating truck, 3 pipeline trucks and a construction inspection vehicle are budgeted in fiscal year 2010-11. These are items that had been deferred from the last budget cycle. The capitalized equipment budget item is for year-end audit compliance.

WATER MAIN, BUILDING AND PUMPING EQUIPMENT DEPRECIATION. The Commission recognizes depreciation on its water mains, buildings and pumping equipment. Buildings are being depreciated over a 40-year period. Pipelines are estimated to last 80 years. Pumping equipment has a 30-year life.

EQUIPMENT DEPRECIATION. Equipment is being depreciated over 3 – 10 years.

VEHICLE DEPRECIATION. Vehicles are being depreciated 5 years.

DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 08-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE FY 10-11 BUDGET VS FY 09-10 PROJECTED | % CHANGE FY 10-11 BUDGET VS FY 09-10 BUDGET |
|------------|--------------------------------------|------------|----------------------------|----------------------------|-------------------------------|----------------------------|--|---|
| 01 60 6900 | CAPITAL EQUIPMENT/DEPRECIATION | | | | | | | |
| | EQUIPMENT PURCHASES | | | | | | | |
| 01 60 6851 | COMPUTER | | 66,605 | 30,300 | 30,300 | 44,600 | 47.2% | 47.2% |
| 01 60 6852 | OFFICE FURNITURE & EQUIPMENT | | 0 | 0 | 0 | 58,980 | N/A | N/A |
| 01 60 6856 | MACHINERY & EQUIPMENT | | 0 | 50,000 | 0 | 0 | N/A | -100.0% |
| 01 60 6858 | CAPITALIZED EQUIPMENT PURCHASES | | (60,605) | (106,300) | (30,300) | (103,580) | 241.8% | -2.6% |
| | VEHICLE PURCHASES | | | | | | | |
| 01 60 6860 | VEHICLES | | 36,928 | 184,300 | 1,078 | 180,300 | 16625.4% | -2.2% |
| 01 60 6868 | CAPITALIZED VEHICLES PURCHASES | | (36,928) | (184,300) | (1,078) | (180,300) | 16625.4% | -2.2% |
| 01 60 6920 | WATER MAINS | | 4,298,970 | 4,557,007 | 4,513,919 | 5,012,708 | 11.1% | 10.0% |
| 01 60 6930 | BUILDINGS | | 2,194,802 | 2,041,745 | 2,304,542 | 2,245,920 | -2.5% | 10.0% |
| 01 60 6952 | EQUIPMENT | | 40,155 | 100,200 | 42,163 | 110,000 | 160.9% | 9.8% |
| 01 60 6956 | PUMPING EQUIPMENT | | 208,341 | 179,472 | 218,758 | 197,419 | -9.8% | 10.0% |
| 01 60 6960 | VEHICLE | | 47,741 | 75,554 | 50,128 | 83,109 | 65.8% | 10.0% |
| | TOTAL CAPITAL EQUIPMENT/DEPRECIATION | | 6,790,009 | 6,927,978 | 7,129,510 | 7,649,156 | 7.3% | 10.4% |
| | TOTAL OPERATING EXPENSES | | 73,129,304 | 90,869,188 | 81,446,158 | 92,120,378 | 13.1% | 1.4% |

METERING STATIONS. Three meter stations, DPC Glen Ellyn Heights, DPC Hobson Valley and Winfield are included in the budget. Construction and engineering monies spent will be reimbursed to the Commission by DuPage County and Winfield.

DUPAGE PUMPING STATION. The capital improvements at the DuPage Pump Station that will continue in fiscal year 2010-11 include emergency generation (\$4,760,000)

STANDPIPE MODIFICATION. The design of the riser pipe modification is planned for the fiscal year 2010-11.

TRANSMISSION MAINS. No new transmission mains are planned for the fiscal year 2010-11.

FEEDER MAINS. No new feeder mains are planned for fiscal year 2010-11.

ENGINEERING, LEGAL, LAND. The expenditures for engineering, legal, material testing, land and right-of-way and miscellaneous items are all to support the construction of projects listed above. The capitalized fixed asset budget item is for year-end audit compliance.

DUPAGE WATER COMMISSION
TENTATIVE DRAFT MANAGEMENT BUDGET
MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 08-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE FY 10-11 BUDGET VS FY 09-10 PROJECTED | % CHANGE FY 10-11 BUDGET VS FY 09-10 BUDGET |
|------------|---------------------------------|------------|----------------------------------|----------------------------------|-------------------------------------|----------------------------------|--|---|
| 01 60 7000 | CONSTRUCTION EXPENDITURES | | | | | | | |
| 01 60 7110 | METERING STATIONS | | 9,283 | 0 | 0 | 566,200 | N/A | N/A |
| 01 60 7210 | DU PAGE PUMPING STATION | | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7211 | CADWELL AVE REALIGNMENT | | 106,379 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7212 | MATERIAL & EQUIPMENT STORAGE | | 78,924 | 972,130 | 1,206,260 | 0 | -100.0% | -100.0% |
| 01 60 7213 | EMERGENCY GENERATION | | 4,113,433 | 13,203,540 | 16,643,318 | 4,789,933 | -71.2% | -63.7% |
| 01 60 7214 | SITE IMPROVEMENTS | | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7215 | GARAGE/OFFICE BUILDING | | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7410 | REMOTE FACILITIES | | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7510 | TRANSMISSION MAINS | | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7611 | STANDPIPE IMPROVEMENTS | | 0 | 0 | 0 | 15,000 | N/A | N/A |
| 01 60 7950 | LEGAL | | | | | | | |
| 01 60 7950 | GENERAL COUNSEL | | 0 | 30,000 | 0 | 30,000 | N/A | 0.0% |
| 01 60 7950 | LEGAL NOTICES | | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7970 | LAND AND RIGHT-OF-WAY | | | | | | | |
| 01 60 7970 | PERMITS & FEES | | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7970 | EASEMENTS | | 0 | 25,000 | 0 | 25,000 | N/A | 0.0% |
| 01 60 7970 | REAL PROPERTY | | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7970 | RELATED SERVICES | | 0 | 0 | 0 | 0 | N/A | N/A |
| 01 60 7980 | CAPITALIZED FIXED ASSETS | | (4,308,019) | (14,230,670) | (17,849,578) | (5,426,133) | -69.6% | -61.9% |
| | TOTAL CONSTRUCTION EXPENDITURES | | 0 | 0 | 0 | 0 | N/A | N/A |

LEXINGTON PUMP STATION. The improvements at the Lexington Pump Station that are continuing in the fiscal year 2010-11 include the emergency generation (\$7,911,614), variable frequency drive replacement (\$597,479) and solar photovoltaic system (\$1,699,678). Chicago will be reimbursing the Commission 50% (up to \$8,500,000) for the emergency generation; 50% for the variable frequency drive; and 50% (not less than \$4,000,000) for the photovoltaic system through a 10% credit on the water invoice.

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DUPAGE WATER COMMISSION
 TENTATIVE DRAFT MANAGEMENT BUDGET
 MAY 1, 2010 TO APRIL 30, 2011

| ACCT # | ACCOUNT TITLE | TOTAL FROM | WATER FUND FY 08-09 ACTUAL | WATER FUND FY 09-10 BUDGET | WATER FUND FY 09-10 PROJECTED | WATER FUND FY 10-11 BUDGET | % CHANGE FY 10-11 BUDGET VS FY 09-10 PROJECTED | % CHANGE FY 10-11 BUDGET VS FY 09-10 BUDGET |
|------------|-------------------------------------|------------|----------------------------------|----------------------------------|-------------------------------------|----------------------------------|--|---|
| 01 60 8200 | LEXINGTON PUMP STATION EXPENDITURES | | | | | | | |
| 01 60 8201 | EMERGENCY GENERATION | | 557,340 | 17,687,324 | 4,301,388 | 7,911,614 | 83.9% | -55.3% |
| 01 60 8202 | PHOTOVOLTAIC CELLS | | 204,855 | 6,896,640 | 4,961,511 | 1,699,678 | -65.7% | -75.4% |
| 01 60 8203 | VARIABLE FREQUENCY DRIVES | | 18,941 | 1,125,520 | 705,522 | 597,478 | -15.3% | -46.9% |
| 01 60 8200 | CAPITALIZED/REIMBURSED | | (781,136) | (25,709,484) | (4,984,211) | (5,104,385) | 2.4% | -80.1% |
| | TOTAL LEXINGTON CONSTRUCTION GRANT | | 0 | 0 | 4,984,210 | 5,104,385 | 2.4% | N/A |

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