

050076

**VILLAGE OF LOMBARD**  
**REQUEST FOR BOARD OF TRUSTEES ACTION**  
**For Inclusion on Board Agenda**

  X   **Resolution or Ordinance (Blue)** **DISTRICT #** \_\_\_\_\_  
\_\_\_\_\_ **Recommendations of Boards, Commissions & Committees (Green)** **Waiver of First Requested** \_\_\_\_\_  
\_\_\_\_\_ **Other Business (Pink)**

**TO :** PRESIDENT AND BOARD OF TRUSTEES

**FROM:** William T. Lichter, Village Manager

**DATE :** February 22, 2005 **B of T** March 3, 2005

**SUBJECT:** Resolution Supporting Recent Actions by the DuPage Water Commission

**SUBMITTED BY:** William T. Lichter, Village Manager

**BACKGROUND/POLICY IMPLICATIONS:**

The DuPage Water Commission has voted to reduce the current wholesale water rate from \$1.65 to \$1.45 per 1,000 gallons. This resolution supports that resolution and commits the Village to passing through the \$.20 per 1,000 gallon rate reduction to its customers. The resolution also supports construction and operation of emergency backup electrical generation, elimination of the proposed revolving loan program, and delaying construction of a 30 million gallon reservoir facility.

**Fiscal Impact/Funding Source:**

Review (as necessary):

Finance Director \_\_\_\_\_ Date \_\_\_\_\_  
Village Manager W. T. Lichter \_\_\_\_\_ Date \_\_\_\_\_

**NOTE:** All materials must be submitted to and approved by the Village Manager's Office by 12:00 noon, Wednesday, prior to the Agenda distribution.

**RESOLUTION**  
**R \_\_\_\_\_ 05**

**A RESOLUTION SUPPORTING RECENT ACTIONS BY THE DUPAGE WATER  
COMMISSION AND URGING THE COMMISSION TO IMPLEMENT THE RECENT  
ACTIONS BY PASSING A BUDGET THAT INCLUDES  
A WATER RATE REDUCTION**

**WHEREAS**, the DuPage Water Commission [Commission] is a water commission organized, existing and operating under the Water Commission Act (70 ILCS 3720/1 *et. seq.*); and

**WHEREAS**, the Commission is empowered under the law to finance, construct, acquire and operate a water supply system to serve municipalities in its territory; and

**WHEREAS**, the Commission's territory consists of over 300 square miles and encompasses a population of approximately 857,497 including twenty-five municipal customers; and

**WHEREAS**, it is projected that in the current fiscal year, FY 04-05 the Commission will collect approximately \$43,729,824 million from wholesale water rates paid by the municipal members; and

**WHEREAS**, in the current fiscal year, the Commission reports an ending unrestricted use fund surplus in excess of \$119,634,934, almost three times the revenue generated from water rates; and

**WHEREAS**, the Commission is in the process of approving a Five Year Capital Improvement Plan and Annual Management Budget, which proposes a wholesale water rate reduction; and

**WHEREAS**, it is fiscally prudent to reduce the unrestricted use fund surplus to approximately \$25 million through a wholesale rate reduction, which will directly impact the fiscal health of the Commission's customers; and

**WHEREAS**, at the Water Commission meeting on February 10, 2005, the Commission approved several motions to direct the Commission's fiscal policies in a more prudent manner; and

**WHEREAS**, on February 10, 2005, the Commission voted to reduce the current wholesale water rate of \$1.65 to \$1.45 per 1000 gallons; and

**WHEREAS**, the FYE 2006 Budget of the Village of Lombard includes a proposed water rate for the 2005/2006 fiscal year of \$4.35/1000 gallons, for an increase of \$.23/1000 gallons over the current fiscal year; and

**WHEREAS**, the Village of Lombard supports the actions of the Water Commission on February 10, 2005 and urges the Commission to implement the actions through approval of the Fiscal Year 2005-2006 Budget including implementation of the \$.20 per 1000 gallons reduction in the current wholesale water rate;

NAYS: \_\_\_\_\_

ABSENT: \_\_\_\_\_

APPROVED this \_\_\_\_\_ day of \_\_\_\_\_, 2005.

\_\_\_\_\_  
**William J. Mueller**  
**Village President**

ATTEST:

\_\_\_\_\_  
**Barbara A. Johnson**  
**Village Clerk**

APPROVAL AS TO FORM:

\_\_\_\_\_  
**Thomas P. Bayer**  
**Village Attorney**