

CITY OF PEKIN, ILLINOIS

SEWERAGE FUND

FINANCIAL STATEMENTS

APRIL 30, 2000

CITY OF PEKIN, ILLINOIS

SEWERAGE FUND

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2000

NOTE 3 - ACCOUNTS RECEIVABLE

An aging of fees due at April 30, 2000 follows:

1-30	days	\$ 133,995
31-60	days	3,860
61-90	days	6,634
91-120	days	5,479
121-150	days	2,135
Over 150 days		<u>62,346</u>
Total		<u>\$214,449</u>

NOTE 4 - TRANSFER TO GENERAL FUND

Beginning in fiscal year 2000 the City began a process to allocate a portion of its administrative expenses to more accurately reflect costs of sewer operations. City officials have estimated General Fund expenses applicable to the Sewerage Fund to be \$12,500 per month.

NOTE 5 - INTERFUND PAYABLE

At April 30, 2000 the Sewerage Fund owed the City's General Fund \$75,000. This amount represents six months accrued estimated administrative expenses paid by the General Fund and allocable to sewer operations.

NOTE 6 - CONTRACTED SEWER COSTS

In 1993 the City and United Water Services (UWS), a privately held corporation, signed a ten (10) year contract whereby UWS will operate and maintain the City's wastewater treatment plant, lift stations, and sewer overflow stations. Fees for the first three years were fixed. After the third year fees were negotiated based on changes in the type of service, amount of wastewater treated, etc. There are other conditions and limitations on annual maintenance costs, equipment replacement, abnormal or extraordinary occurrences not within UWS's control. Either party may terminate the agreement at any time upon 180 days written notice to the other party.

CITY OF PEKIN, ILLINOIS

SEWERAGE FUND

FINANCIAL STATEMENTS

APRIL 30, 2001

CITY OF PEKIN, ILLINOIS

SEWERAGE FUND

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2001

NOTE 3 - ACCOUNTS RECEIVABLE

An aging of fees due at April 30, 2001 follows:

1-30	days	\$ 158,220
31-60	days	(811)
61-90	days	9,720
91-120	days	5,983
121-150	days	936
Over 150 days		<u>72,780</u>
Total		<u>\$246,828</u>

NOTE 4 - TRANSFER TO GENERAL FUND

The City has begun a process to allocate a portion of its administrative expenses to more accurately reflect costs of sewer operations. City officials have estimated General Fund expenses applicable to the Sewerage Fund to be \$18,750 per month.

NOTE 5 - CONTRACTED SEWER COSTS

In 1993 the City and United Water Services (UWS), a privately held corporation, signed a ten (10) year contract whereby UWS will operate and maintain the City's wastewater treatment plant, lift stations, and sewer overflow stations. Fees for the first three years were fixed. After the third year fees were negotiated based on changes in the type of service, amount of wastewater treated, etc. There are other conditions and limitations on annual maintenance costs, equipment replacement, abnormal or extraordinary occurrences not within UWS's control. Either party may terminate the agreement at any time upon 180 days written notice to the other party.