

Dracut Water Supply District

Annual Report 2006

Fiscal Year July 1, 2005 - June 30, 2006

Warrant District Election

May 7th 2007

Warrant Annual District Meeting

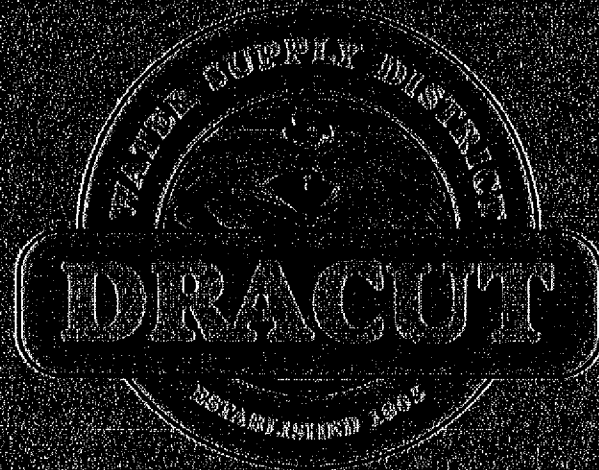
May 12th 2007

Warrant Special District Meeting

May 12th 2007

Annual District & Special Meeting Vote

May 6th 2006



Board of Water Commissioners
William "Zac" Zefinski, Chairman
Robert Corey, Vice Chairman
William "Bill" Moyn, Commissioner

Staff
Gary W. McCarthy
Superintendent/Director
Mark Rotello
Assistant Superintendent
Debra Vinal Treasurer

Report on access to District Property, via Roadway off of Hildreth Street.

The action on Article 21 was referred back for a report to the May 2007 Annual. This was to provide access for a piece of land owned by Albert J Gagnon Jr. of 2104 Lakeview Avenue Dracut MA.

In particular this parcel was in fact abutted to by land now or formerly of the Gagnon Family. This rear parcel was divided off and access at one time was or could have been via the front parcel.

The applicant now approaches the District for authorization to use, as access, the District Roadway leading to the Hildreth Street Well field AKA New Boston Well Field.

The family had sold the front parcel of land, not recording or allowing access to the rear parcel, effectively "land locking" their rear parcel.

Notwithstanding other legal options to the applicant the issue now to be reported on is the request for use of the "Well Field Roadway" as access and frontage to this rear parcel. Insofar as this is concerned staff after reviewing this, the survey done and issues surrounding public use of the Well Field Road now must consider the following:

1. Liability exposure of the District for any an all authorized use of this Roadway.
2. Increase vehicular traffic in an environmentally sensitive area
3. Security issues of the gate and fence currently installed as well as the upgrade required by the Board for permanent fencing and gating.
4. The increased potential for use of the well field roadways and areas as they abut this lot.

Considering the real potential for suit, injury and accident as well as the potential for a precedent which others would then be entitled to apply for it is regretful but staff recommends that the petition not be considered. That no person shall be granted access for routine use of any District property as it is not in the interest of the District to create a potential for suit regarding such authorized use.

Submitted by
Gary W. McCarthy
Executive Director-Superintendent
Dracut Water Supply District

Table of Contents

Section I	District Elected Officials District Appointed Officials and Staff
Section II	Reports Commissioners Executive Director-Superintendent
Section III	Annual District Meeting Warrant 2007 Special District Meeting Warrant 2007
Section IV	Financial Reports
Section V	Report of the District Clerk

SECTION I

**Annual Report
Of**

**Dracut Water Supply District
59 Hopkins Street
Dracut, MA 01826**

**Tel (978) 957-0441
Fax (978) 957-2073
www.DracutWater.com**

Elected Officials

Board of Water Commissioners

William "Bill" Morin	Term Expires 2008
William "Zee" Zielinski, Chairman	Term Expires 2009
Robert E. Corey	Term Expires 2007

Clerk of the District

Kathleen Graham	Term Expires 2008
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Moderator

Donna Yackel	Term Expires 2009
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For the Year Ending June 30th 2006

Appointed Officials and Staff of the Dracut Water Supply District

Gary W. McCarthy
Executive Director-Superintendent

Mark Riopelle
Assistant Superintendent
Primary Operator Distribution and Treatment

Debra Vinal
District Treasurer

John Hudzik
Secondary Operator Distribution and Treatment

Field Staff

Stephen Dehney **Field Systems Supervisor**

Stephen Pynn **Field Systems Operator**

John Laffey **Field Systems Operator**

Tim Germain **Field Systems Operator**

Office Staff

Kelley Chasse **Billing and Accounts Specialist**

Maureen Donnelly **Office Manager**

Matthew Gill **Customer Service Specialist**

SECTION II

**Report of William "Zee" Zielinski
Water Commissioner**

To the ratepayers of the Dracut Water Supply District;

I take great pride in being a representative of your water supply District. Once again, a new season begins and another productive year is on the verge of commencing. I'd like to take this opportunity to thank all of you for allowing me to be one of the three water commissioners representing your interests here at the District.

The District is rapidly undertaking significant improvements to the Tyngsboro Well Field after suffering significant losses associated with the Flood of May 2006. With the completion of these upgrades, the residents of the District can be assured of many more years of a top quality water supply.

The District continued in the partnership policy of working with local developers by completely upgrading our K Street Booster Pump Station. New state of the art pumps, automatic controls, back up emergency power and the installation of a new fire pump system will vastly improve the Passaconaway supply area. This will provide increased water pressures, flows and fire protection standards far greater than what was formerly available. The cost of this state of the art upgrade was done without expense to the District but was paid for by the developer requiring water service for homes and fire protection which then required these improvements to be made.

Planning is continuing for the construction of a new booster pump station located in the Tyngsboro water supply area. Construction is anticipated to begin late summer of 2007 and completion by the end of 2008. This new station will increase pressures and flows in the area and also provide for an increase in the ability to draw on more of our own supply from our Tyngsboro wells.

The District will continue its hydrant flushing program during the spring and fall of 2007. As this program continues to evolve, those deficiencies that are discovered shall be corrected and upgraded to current American Water Works standards. This program will continue with your support of a funding article being proposed to you, the ratepayer, at this year's Annual District Meeting. In addition, the ratepayer's will be asked to support an article that will fund additional security measures needed to help protect our two well fields from trespassers who could threaten the pristine quality of water the District currently enjoys.

As always, your thoughts and concerns regarding the water you purchase and consume is paramount to me. I'd like to thank all of you who continue to support the efforts here at the District and I applaud those of you who have brought up ideas for discussion and your thoughts regarding our Water System. See you around Town.

Respectfully yours,
William "Zee" Zielinski

**Report of Robert E. Corey
Dracut Water Commissioner**

As this year in my term concludes I am pleased to have been part of yet another very successful year at the Dracut Water Supply District.

Working with my fellow Commissioners and the Staff at the Dracut Water Supply District it is a pleasure to continue the efforts that have seen so many major upgrades to our system. The introduction of new technology and advances in monitoring has increased efficiency, dependability and keeps us ahead of the curve in so many areas vital to our operations.

Throughout the community it has been my pleasure to speak with many of you and it is nice to hear the confidence and positive feedback from so many.

Our staff continues in training and license upgrades with the Superintendent's strong commitment to developing, along with the Commissioners, the finest and best trained personnel to serve the needs of you our customers.

I encourage and commend the aggressive program we have set to change out all the outdated pipe and dated facilities.

This past year we developed along with a partnership with developers a new pump station to serve in the Collinsville area with little costs to the District. This type of business/District partnership serves to the betterment of all our customers while providing requested water services.

I feel our water system is strong and getting stronger each and every day. I will continue to support the efforts of staff and work with my fellow Commissioners making sure that there is a strong plan for the continued improvements and upgrades to our system.

I want to thank each of you for allowing me to serve as one of your Commissioners and I look forward to another term to continue being part of the success story that is the Dracut Water Supply District. I welcome any comments or ideas you our customers may have and can always be reached through our District Offices.

Respectfully yours,

Robert E. Corey
Commissioner
Dracut Water Supply District

**Report of William Morin
Dracut Water Commissioner**

I am happy to again report to each and every Dracut Water Supply District Customer that the operations at the District are running very well.

We have seen so many improvements and major accomplishments in the past years and this past year was no different.

Our system has seen the completion of another connection to the neighboring water system for emergency use. This connection took many man hours of staff and the Board to see to its proper completion as part of the Golf Course agreement. Both the Town and our District will now enjoy an additional connection to Methuen. This will now allow four water systems, three that produce water to share distribution systems.

We have completed the final parts of our new water metering project using in house staff members saving tens of thousands of dollars.

Our new water connection that expands one of our higher tanks has been completed bringing better water pressures and flows to the Nashua Road and Lakes regions.

New plans are in the works for another pump station coming in from our well fields which will produce even more capacity.

I am thrilled to have been a part of the District these past years seeing a complete turn around and also to have had the opportunity to work with the dedicated men and women serving as your Dracut Water Supply District Staff.

I look forward to continuing my efforts on your behalf and also listening to any of your concerns and suggestions as to how we keep our water system operating at the present high standards now being performed.

Thank you for your continued support and many positive comments.

Sincerely yours,

William "Bill" Morin

**Report of the Executive Director-Superintendent
Gary W. McCarthy
Annual Report 2006**

As this fiscal year ends for the Annual Report (June 30th 2006) once again I am pleased to report that the Dracut Water Supply District is financially sound, the distribution system in ever improving condition and new exciting projects underway.

In the past year I have again seen tremendous improvements and new exciting projects on the schedule for the upcoming year.

We have completed the interconnection to a third water source (Town of Methuen) via the new 12" transmission line to now connect our system to this source so in the event of emergencies or extraordinary high demands water is available. This was a tremendous accomplishment for both the Town of Dracut and the Dracut Water Supply District which was part of a public/private endeavor.

This year too we will complete repairs and new protection projects that were shown to be much needed by the recent flooding that impacted the entire Merrimack Valley. A significant portion should be covered by government grants.

Our efforts on replacing undersized mains completed over four thousand feet with another almost five thousand feet going out to bid for the construction season of 2007. While certainly this causes lots of inconvenience during the process it will return benefits in fire protection, increased flows and enhanced water quality that will make this temporary inconvenience minor in comparison to the long term return.

Our entire system has been refitted with new meter reading devices and we are able to deliver more accurate and timely reads which no longer require estimates.

We continue to provide credits to those accounts which conserve as well as our "Senior Citizen" Discount program for our water ratepayers who qualify.

I am also thankful for all the tremendous support and grateful for the many positive words I receive during the course of my travels throughout the District. I, along with my Staff which makes all of this possible, as well as our Commissioners remain committed to maintain the high standards and performance levels that have turned the District around these past few years.

I am confident that this will continue and our District will remain financially sound, fiscally responsible and ever mindful of our duties and responsibilities to you our ratepayers.

I am respectfully yours,

Gary W. McCarthy

SECTION III

**Warrant
Dracut Water Supply District
District Election
May 7th 2007
Annual May 12th 2007**

Commonwealth of Massachusetts
County of Middlesex ss.

To: Kathleen Graham, District Clerk or Dracut Constable

In the name of the Commonwealth of Massachusetts, you or qualified Dracut Constable are hereby directed to notify the inhabitants of the Town of Dracut, qualified to vote in elections and in town affairs residing in the Dracut Water Supply District, to meet at the polling booths located within the District as follows:

Precincts 1 + 6A	Senior Citizen's Center 951 Mammoth Road
Precincts 2+ 6	Lakeview Junior High School 1570 Lakeview Ave
Precincts 3 + 8	Christ Church United, 10 Arlington Street
Precincts 4 + 7	Campbell School, 1021 Methuen Street
Precincts 5+ 9	Lakeview Junior High School 1570 Lakeview Ave

On Monday May 7th 2007 then and there to bring in the votes to elect the officers for the following District Offices under Article One of the Annual Meeting Warrant

- (1) Water Commissioner for a term of three years

All on the same ballot.

The polls will open at 7:00AM and close at 8:00PM

And you are further directed to notify the inhabitants of the Town of Dracut qualified to vote in town affairs and residing in the Dracut Water Supply District to meet at the Lester C. Richardson Auditorium at the Dracut Senior High School, 1500 Lakeview Avenue on Saturday May 12th 2007, commencing at 10:30 AM then and there to act on the articles that follow:

Article #1

To bring in the vote for:

Water Commissioner for a term of three years

all held on the same ballot, or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #2

To hear the report of the Water Commissioners and act thereon

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #3

To hear the report of the Dracut Water Supply District Treasurer and act thereon

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #4

To hear the report of committees having direction from previous meetings and act thereon.

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #5

To see if the district will vote to transfer from "Free Cash" July 1, 2006 Certified amount of \$297,707.00.00 (Two Hundred Ninety-Seven Thousand Seven Hundred Seven Dollars) to the following amounts by item

Item One:

Stabilization Fund for Debt and
Liability \$50,000.00

Item Two:

System and Site Development.....\$82,707.00

Item Three:

Hydrant and Valve Replacement Account
Account..... \$40,000.00

Item Four

Undersized Water mains and Valves
Replacement Account..... \$75,000.00

Item Five

Water System Security Account*.....\$50,000.00

Total..... \$ 297,707.00

* New Account May 2007 Annual District Meeting

Or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article # 6

To see if the District will vote to raise and appropriate or transfer from the Water Revenue Account \$ 1,225,607.00 (One Million Two Hundred Twenty-Five Thousand Six Hundred Seven Dollars) to defray District charges for the ensuing fiscal year beginning July 1, 2007 for Salary, Wages (Labor), Employee benefits or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article # 7

To see if the District will vote to raise and appropriate or transfer from the Water Revenue Account \$ 1,893,443.00 (One Million Eight Hundred Ninety Three Thousand Four Hundred Forty-Three Dollars) to defray District charges for the ensuing fiscal year beginning July 1, 2007 for Expenses of the District Operations or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article # 8

To see if the District will vote to raise and appropriate or transfer from the Water Revenue Account \$ 673,480.00 (Six Hundred Seventy-Three Thousand Four Hundred Eighty Dollars) to defray the District charges for the ensuing fiscal year beginning July 1, 2007 for Chemicals/Utilities/Electricity related to Operations of the District or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #9

To see if the District will vote to raise and appropriate or transfer from the Water Revenue Account the amount of \$3,500.00 to defray the District charges for the ensuing year beginning July 1, 2007 for "Out of State Travel" or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #10

To see if the District will vote to set the salary of elected officials as follows:

Commissioners	\$2,500.00 per year
Moderator:	500.00 per year
Clerk	\$5,000.00 per year

or act in any other way relative thereto.

Submitted by:
Gary W. McCarthy
Executive Director

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #11

To see if the District will vote to transfer from the Debt and Liability Stabilization account the amount of \$ 50,000.00 (Fifty Thousand Dollars) to the accrued vacation account as determined in the best interest of the District by the Superintendent-Executive Director, or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #12

To see if the District will vote to transfer from the water revenue account the amount of \$15,000.00 (Fifteen Thousand Dollars) to the Senior Citizens/Discount Program Fund or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article # 13

To see if the District will vote to authorize the District Treasurer to enter into compensating balance agreements during the fiscal year beginning on July 1, 2007, as permitted by General Laws, Chapter 44, Section 5F, or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article # 14

To see if the District will vote to transfer from the water revenue account the amount of \$ 158,735.47 (One Hundred Fifty-Eight Thousand Seven Hundred Thirty-Five Dollars and forty-seven cents) which represents the 5% funds collected for the undersized Water Mains & Valves Account as established by the Board of Water Commissioners in FY2003 for the period collected January 1st 2006- December 31st 2006 said funds to be used to replace, repair and upgrade as determined by the Superintendent 2" and undersized mains and valves or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article # 15

To see if the District will vote to authorize the Superintendent to sell off scrap metals and surplus, outdated or obsolete equipment as they may accumulate during the year, or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent
Dracut Water Supply District

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #16

To see if the District will vote to authorize the Treasurer with the approval of the Board of Water Commissioners, to borrow in anticipation of Revenue for the fiscal year beginning July 1, 2007, in accordance with MGL Chapter 44 Section 4 and the acts and amendments thereof; Chapter 849 of the Acts of 1969, as amended and to renew any notes as may be given for a period of less than one year in accordance with MGL Chapter 44, Section 17 or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent
Dracut Water Supply District

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article #17

To see if the District will vote to establish a Water System Security Account and to fund the same, said account to be used for the security of the water district properties, well fields and to enhance measures and institute new projects that protect the system, or act in any other way relative thereto

Submitted by

William "Zee" Zielinski, Chairman

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article # 18

To see if the District will vote to transfer from the Debt and Liability Stabilization account the amount of \$25,000.00 (Twenty Five Thousand Dollars) said amount to fund the sick leave excess account or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article # 19

To see if the District will vote to transfer from the System and Development Fees account the sum of \$200,000.00 (Two Hundred Thousand Dollars) said sum to be used for the undersized main replacement account or act in any other way relative thereto

Submitted by
Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article # 20

To see if the District will vote to amend the water rate as follows:

DEP Tax shall be inclusive in the base water rates of all users, or act in any other way relative thereto.

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

And you are directed to serve this warrant by posting attested copies thereof; one each at the polling places of the District

Precincts 1 + 6A	Senior Citizen's Center 951 Mammoth Road
Precincts 2+ 6	Lakeview Junior High School 1570 Lakeview Ave
Precincts 3 + 8	Christ Church United, 10 Arlington Street
Precincts 4 + 7	Campbell School, 1021 Methuen Street
Precincts 5+ 9	Lakeview Junior High School 1570 Lakeview Ave

Additionally by posting at the Dracut Town Hall Lobby and District Office

Hereof fail not and make due return of this Warrant with your doings thereon to the Water Commissioners at the time and place of the meeting as aforesaid

Given under our hands this ____ day of April 2007

William "Zee" Zielinski – Chairman /s/

Robert Corey – Vice Chairman /s/

William Morin – Commissioners /s/

April ____, 2007 I have this day posted up attested copies of the above Warrant for the Annual District Meeting and Election of Officers at the above listed places designated in the By-Laws of the Dracut Water Supply District and listed above.

Also at the Town Offices inside and out as well as the District Office

Attest _____

Constable Virginia Courtenay /s/

Kathleen Graham, District Clerk or Dracut Constable Virginia Courtenay
Dracut Water Supply District

**Warrant Special District Meeting
May 12th 2007
Dracut Water Supply District**

Commonwealth of Massachusetts
County of Middlesex ss.

To: Kathleen Graham, District Clerk or Dracut Constable

In the name of the Commonwealth of Massachusetts you as Clerk of the District or a qualified Dracut Constable are hereby directed to notify the inhabitants of the Town of Dracut qualified to vote in town affairs and residing in the Dracut Water Supply District to meet at the Lester C. Richardson Auditorium at the Dracut Senior High School, 1500 Lakeview Avenue on Saturday May 12th 2007 commencing at 11:00 AM then and there for a Special District Meeting to act on the article(s) that follow.

Article #1

To see if the District will vote to transfer from the System and Development Account \$43,000.00 (Forty Three Thousand Dollars) said funds to be used in the FY 2007 in accordance with the terms and conditions set forth by agreement with the District and RFP Partnership or act in any other way relative thereto

Submitted by

Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

Article Two (Special)

To see if the District will vote to transfer from the "Repair/Replace of Distribution System and Sites account the amount of \$250,000.00 (Two Hundred and Fifty Thousand Dollars) said funds to be used for the completion of the Flood Repairs and mitigation program, said funds to be expended starting in FY 2007 continuing until the completion of the program as outlined by the Executive Director-Superintendent and to further return any reimbursements by the Federal or State agencies to the Repair/Replacement of Distribution System and Sites account, or act in any other way relative thereto

Submitted by
Gary W. McCarthy
Executive Director-Superintendent

Board of Water Commissioners Recommend Approval (Unanimous Vote)
Executive Director-Superintendent Recommends Approval

And you are directed to serve this warrant by posting attested copies thereof; one each at the polling places of the District

Precincts 1 + 6A	Senior Citizen's Center 951 Mammoth Road
Precincts 2+ 6	Lakeview Junior High School 1570 Lakeview Ave
Precincts 3 + 8	Christ Church United, 10 Arlington Street
Precincts 4 + 7	Campbell School, 1021 Methuen Street
Precincts 5+ 9	Lakeview Junior High School 1570 Lakeview Ave

Additionally by posting at the Dracut Town Hall Lobby and District Office

Hereof fail not and make due return of this Warrant with your doings thereon to the Water Commissioners at the time and place of the meeting as aforesaid

Given under our hands this ____ day of April 2007

William "Zee" Zielinski – Chairman /s/

Robert Corey – Vice Chairman /s/

William Morin – Commissioners /s/

April ____, 2007 I have this day posted up attested copies of the above Warrant for the Annual District Meeting and Election of Officers at the above listed places designated in the By-Laws of the Dracut Water Supply District and listed above.

Also at the Town Offices inside and out as well as the District Office

Attest _____
Constable Virginia Courtenay
Kathleen Graham, District Clerk or Dracut Constable
Dracut Water Supply District

SECTION IV

**DRACUT WATER SUPPLY DISTRICT
PURCHASE ANALYSIS VENDOR REPORT
JULY 1, 2005 TO JUNE 30, 2006**

VENDOR	DESCRIPTION	AMOUNT
A.M. GALLAHER	SUB-CONTRACTOR	\$575.00
A/D INSTRUMENT REPAIR, INC.	SUB-CONTRACTOR	\$39,826.68
AAA BACKFLOW	SUB-CONTRACTOR	\$6,510.00
AAA SERVICE & LASER SUPPLY	OFFICE SUPPLIES	\$137.49
ACE LANDSCAPING & IRRIGATION	REPAIRS	\$300.00
ADAMSON INDUSTRIES CORP.	TRUCK REPAIRS	\$2,681.80
ADP EASYPAY BOSTON	PAYROLLS	\$4,261.18
ADP, INC.	PAYROLLS	\$1,069.00
ADVANCED AUTO ELECTRIC	TRUCK REPAIRS	\$2,483.75
AGGRESSIVE CLEANING SERVICES	REPAIRS	\$496.00
ALIAC-COMMONWEALTH OF MA	PAYROLLS	\$27,773.36
ALL SPORTS PROMOTIONS	UNIFORMS	\$3,226.55
ALLIED WASTE SERVICES	DUMPSTER	\$1,410.53
ALLSTATE WORKPLACE DIVISION	PAYROLLS	\$2,260.44
ALMO'S FLOWER & GARDEN CENTER	SUPPLIES	\$881.36
AMERICAN INDUSTRIAL SUPPLY	SUPPLIES	\$216.30
AMERICAN WATER WORKS ASSOCIATION	DUES	\$1,354.00
AMERIVault CORP	COMPUTERS	\$3,246.27
ANNE B. PRAMAS	MEETING	\$39.00
APEX BUSINESS FORMS, INC.	PRINTING	\$8,556.32
ARCH WIRELESS	PAGERS	\$279.26
ARTHUR C. SULLIVAN, JR., ESQ.	LEGAL FEES	\$13,826.96
AT & T	TELEPHONES	\$1,919.05
AUGER ALARMS CORP.	ALARMS	\$8,903.75
AUTO SOUND CO	TRUCKS	\$3,739.45
BANK OF AMERICA	BANK CHARGES	\$45.75
BARBARA BELL	MEETING	\$39.00
BAYSTATE TENT & PARTY	OLD HOME DAY - CONSERVATION	\$1,300.00
BENEFIT PAYOUT	PAYROLLS	\$56,331.79
BEVERLY L. KLEY	OFFICE	\$13,016.00
BORDEN & REMINGTON CORP.	CHEMICALS	\$64,317.36
BRITE COMPUTERS	COMPUTERS	\$5,496.50
BROX INDUSTRIES, INC.	HOT-TOP GRAVEL	\$7,218.32
BUXTON SERVICE, INC	SUB-CONTRACTOR	\$1,076.22
C & A AWARDS	OFFICE SUPPLIES	\$147.50
CARRAGHER, FOX & ROARK, P.C.	LEGAL	\$8,500.00
CARUS CORPORATION	CHEMICALS	\$13,599.05
CATERPILLAR FINANACIAL SERVICES CORPORATION	EQUIPMENT PURCHASE	\$16,255.00
CDW GOVERNMENT, INC.	COMPUTERS	\$1,844.48
CHEVROLET OF LOWELL	TRUCK REPAIRS	\$91.30
CHRIST CHURCH UNITED	ELECTION	\$200.00
CITY OF LOWELL	WATER PURCHASE	\$331,260.20
CLAIRE BEAULIEU	MEETING	\$31.00
CLAIRE PENNEY	MEETING	\$39.00
COLONIAL FLORIST INC	OFFICE EXPENSE	\$739.00
COLONIAL PEST CONTROL	SUB-CONTRACTOR	\$290.00

DRACUT WATER SUPPLY DISTRICT **PURCHASE ANALYSIS VENDOR REPORT** **JULY 1, 2005 TO JUNE 30, 2006**

COMCAST
 COMMONWEALTH OF MA
 COMMONWEALTH OF MA D.E.P
 CONCORD HERITAGE -(Group only)
 CORNING INCORPORATED
 D.L. MAHER a division of Boart Longyear Company
 DANIEL R. WOJCIK JR
 DATABANK IMX
 DATEL COMMUNICATIONS
 DAVID ANDREWS
 DAVID M. MURPHY PLUMBING HEATING & GAS FITTING, IN
 DAY ASSOCIATES, INC.
 DEBRA A. PETERS
 DEBRA VINAL
 DEBRA VINAL
 DELL MARKETING L.P.
 DELL SERVICE SALES
 DENNIS @ B & L USED PARTS
 DG COMMUNICATIONS
 DOHERTY SIGN CO.
 DONALD GARLAND
 DONNA YACKEL
 DORIS M. HALL
 DRACUT AUTO PARTS, INC.
 DRACUT POST OFFICE
 DRACUT PUBLIC SCHOOLS
 DRACUT SEWER SERVICE, INC
 DRACUT TIRE SHOP
 DRACUT TRUE VALUE
 DRACUT WATER SUPPLY DISTRICT
 DRUM HILL FORD, INC.
 E. BUTTERWORTH & CO., INC
 E.J. PRESCOTT, INC.
 EASTERN PROPANE
 EASTON WINWATER WORKS CO.
 EDWARD L. MORRIS, JR
 ELEANOR GAUDETTE
 ENTERPRISE BANK AND TRUST CO.
 ENVIRONMENTAL SHEET METAL SYSTEMS, INC.
 ESRI
 ESTHER GARLAND
 EXCHANGE NETWORK, INC.
 FANTASTIC FINISHES BY DONAHUE
 FEDEX
 FIRST BANKCARD
 FISHER SCIENTIFIC

OFFICE EXPENSE	\$1,164.00
LICENSES	\$889.00
D.E.P. ASSESSMENT	\$5,633.38
PAYROLL	\$57.20
LAB SUPPLIES	\$117.95
SUB-CONTRACTOR	\$51,420.00
EMPLOYEE	\$360.00
COMPUTERS	\$488.75
TELEPHONES	\$610.00
EMPLOYEE	\$679.50
SUB-CONTRACTOR	\$14,562.91
SUPPLIES	\$1,244.57
MEETING	\$31.00
REIMBURSEMENT	\$216.62
EMPLOYEE	\$60,043.68
COMPUTERS	\$18,036.47
COMPUTERS	\$131.11
TRUCK REPAIRS	\$550.00
SUB-CONTRACTOR	\$7,350.00
SIGNS	\$245.00
MEETING	\$47.00
MODERATOR	\$500.00
MEETING	\$31.00
TRUCK REPAIR	\$235.61
POSTAGE	\$238.00
HALL RENTAL	\$326.76
SUB-CONTRACTOR	\$19,167.99
TRUCK REPAIR	\$413.00
SUPPLIES	\$4,156.02
PETTY CASH /SUPPLIES	\$165.28
TRUCK REPAIR	\$852.57
SUPPLIES	\$69.00
SUPPLIES	\$48,620.47
PROPANE	\$3,480.37
METERS	\$19,139.74
LEGAL FEES	\$10,075.96
MEETING	\$39.00
BANK CHARGES	\$5,361.34
SUB-CONTRACTOR	\$6,040.00
COMPUTERS	\$3,500.00
MEETING	\$31.00
ANSWERING SERVICE	\$1,381.10
SUB-CONTRACTOR	\$3,650.00
FREIGHT EXPENSE	\$435.66
SUPPLIES	\$10,683.07
LAB SUPPLIES	\$515.27

DRACUT WATER SUPPLY DISTRICT **PURCHASE ANALYSIS VENDOR REPORT** **JULY 1, 2005 TO JUNE 30, 2006**

FRANK P. MCCARTIN COMPANY, INC.	SUPPLIES	\$33.75
FRIENDLY BARRY'S	GASOLINE	\$90.50
FRONTIER RESEARCH	LAB TESTING	\$9,900.00
G. MITCHELL & ASSOCIATES	SUB-CONTRACTOR	\$115,012.97
GARY MCCARTHY	REIMBURSEMENT	\$396.30
GARY W. MCCARTHY	EMPLOYEE	\$101,118.16
GMAC PAYMENT PROCESSING CENTER	EQUIPMENT PURCHASE	\$28,207.68
GRAND RENTAL STATION	EQUIPMENT RENTAL	\$410.32
H2O SOFTWARE	COMPUTERS	\$6,175.00
HACH COMPANY	LAB SUPPLIES	\$1,584.10
HARCROS CHEMICAL GROUP	CHEMICALS	\$4,975.00
HARMON'S PAINT & WALLPAPER	SUPPLIES	\$1,299.04
HARRIS COMPUTER SYSTEMS	BILLING SYSTEM	\$19,028.75
HELLER AND SMITH CORPORATION	SUB-CONTRACTOR	\$541,190.62
HUDZIK CONTRACTING	SUB-CONTRACTOR	\$260.00
IMS	COMPUTERS	\$190.00
ITRON, INC	SUPPORT	\$3,892.75
JAKON DEVELOPMENT CORP.	SUB-CONTRACTOR	\$5,500.00
JAMES AHO	SUB-CONTRACTOR	\$4,000.00
JAMES GOLDEN	REFUND TIE-IN FEE	\$3,815.83
JARED MELVILLE	EMPLOYEE	\$1,251.00
JAYNE BOISSONNEAULT	BOARD SECRETARY	\$7,336.23
JOAN HAMMOND	MEETING	\$43.00
JOHN BRISCOE	MEETING	\$31.00
JOHN HUDZIK	EMPLOYEE	\$57,802.84
JOHN LAFFEY	REIMBURSEMENT	\$676.00
JOHN LAFFEY	EMPLOYEE	\$42,825.81
JOSEPH A. SOUZA	MEETING	\$39.00
JOSEPHINE DIROCCO	MEETING	\$43.00
JOYCE BRACE	MEETING	\$31.00
JUDITH DYER	MEETING	\$39.00
JULIE CHAISSON	MEETING	\$31.00
KATHLEEN M. GRAHAM	DISTRICT CLERK	\$5,000.04
KELLEY A. CHASSE	EMPLOYEE	\$23,306.70
KENWOOD HARDWARE	SUPPLIES	\$144.70
KEYSPAN ENGERY DELIVERY	HEAT FOR BUILDINGS	\$7,809.86
KINSMEN CORPORATION	SUB-CONTRACTOR	\$23,313.35
LAKEVIEW FENCE COMPANY	SUB-CONTRACTOR	\$4,475.00
LARRY FLYNN	WATER RATE REFUND	\$77.02
LAURA P. BLAISDELL	MEETING	\$31.00
LEBLANC GEN. CONTRACTOR	SUB-CONTRACTOR	\$21,525.00
LEWIS ENGINEERING, PLLC	CONSULTANT	\$13,882.50
LHS ASSOCIATES, INC	ELECTION	\$2,064.33
LIBERTY FLAG & SPECIALTY CO.	SUPPLIES	\$2,700.95
LINDA KAWA	MEETING	\$43.00
LOWELL AUTOMATIC TRANSMISSION CO. INC.	TRUCK REPAIRS	\$475.99

**DRACUT WATER SUPPLY DISTRICT
PURCHASE ANALYSIS VENDOR REPORT
JULY 1, 2005 TO JUNE 30, 2006**

LOWELL SUN	LEGAL ADS	\$3,400.43
LUCILLE SIMONEAU	MEETING	\$31.00
LUCKY BURNER SERVICE, INC.	SUB-CONTRACTOR	\$5,760.12
MARGUERILE O'HARA	MEETING	\$39.00
MARK BASNETT	REIMBURSEMENT	\$65.00
MARK BASNETT	EMPLOYEE	\$41,675.05
MARK LEWIS / JOANNE MURPHY	DAMAGES	\$538.00
MARK R. RIOPELLE	EMPLOYEE	\$93,299.54
MARY NEWELL	MEETING	\$39.00
MASS INSTALLATION, INC.	SUB-CONTRACTOR	\$424,823.48
MASS WATER POLLUTION ABATEMENT TRUST	BONDS	\$41,085.74
MATTHEW GRIESBACH	EMPLOYEE	\$1,670.00
MATTHEW T. GILL	REIMBURSEMENT	\$758.34
MATTHEW T. GILL	EMPLOYEE	\$29,829.96
MAUREEN DONNELLY	REIMBURSEMENT	\$1,251.92
MAUREEN DONNELLY	EMPLOYEE	\$33,780.32
McGEE CHEVROLET	TRUCK REPAIRS	\$1,655.00
MCKITTRICK INDUSTRIAL SUPPLY	SUPPLIES	\$257.46
MEDIAWORKS INTERACTIVE, INC	COMPUTERS	\$12,543.00
MEDICAL CENTER OF GREATER LOWELL	TREATMENT OF EMPLOYEE	\$315.00
MEDQUIST INCE	OFFICE	\$125.94
MELISSA DONNELLY	OFFICE	\$110.00
MERRIAM GRAVES DRACUT IND	SUPPLIES	\$84.00
MICHAEL HUDZIK D.B.A. HUDOC TRUCKING	SUB-CONTRACTOR	\$260.00
MIDDLESEX RET-ASSESMENT	ASSESMENT	\$54,286.00
MIDDLESEX RETIREMENT SYSTEM	EMPLOYEE'S SHARE-RETIREMENT	\$47,598.47
MIDDLESEX COUNTY REGISTRY OF DEEDS	LIENS	\$2,475.00
MIIA HEALTH BENEFITS TRUST	INSURANCE	\$219,630.20
MIIA PROPERTY & CASUALTY GROUP, INC.	INSURANCE	\$45,524.37
MILL CITY IRON FABRICATORS, INC.	SUB-CONTRACTOR	\$11,950.00
MILL CITY LOCK AND KEY, INC.	SUB-CONTRACTOR	\$1,123.44
MILTON CAT	EQUIPMENT REPAIRS	\$70.19
MINER & MINER	COMPUTERS	\$1,800.00
MWH SOFT, INC.	COMPUTERS	\$1,200.00
NANCY KATIN	MEETING	\$31.00
NATIONAL GRID	POWER FOR PUMPS	\$84,810.64
NETTEK CONSULTING	SUB-CONTRACTOR	\$1,350.00
NEW ENGLAND BRASS REFINISHING	REPAIRS	\$2,045.00
NEW ENGLAND TIME & SYSTEMS, INC.	OFFICE	\$95.00
NEW ENGLAND WATER WORKS ASSOCIATION	DUES	\$2,135.00
NEXTEL COMMUNICATIONS	TELEPHONES	\$8,636.76
NGC STRUCTURAL, LLC	SUB-CONTRACTOR	\$1,350.00
NIAGARA CONSERVATION CORP	SUPPLIES	\$2,415.00
NORTHEAST PUMP & INSTRUMENTS COMPANY	REPAIRS	\$660.08
NORTHERN MIDDLESEX COUNCIL of GOVERNMENTS	MEMBERSHIP	\$2,027.72

**DRACUT WATER SUPPLY DISTRICT
PURCHASE ANALYSIS VENDOR REPORT
JULY 1, 2005 TO JUNE 30, 2006**

NORTHROP GRUMMAN	REPAIRS	\$780.35
O'BRIEN AUTO BODY & SALES	TRUCK REPAIRS	\$2,056.97
OWL STAMP COMPANY	OFFICE	\$91.33
P.E.G. REALTY TRUST	WATER RATE REFUND	\$60.60
P.J. KEATING COMPANY	HOT-TOP, GRAVEL	\$1,111.13
PARAGON CONSULTING	SUB-CONTRACTOR	\$155.00
PELHAM BUILDING SUPPLY	SUPPLIES	\$42.56
PITNEY BOWES	OFFICE	\$2,336.22
PITNEY BOWES CREDIT CORP.	OFFICE	\$4,482.00
POSTAGE BY PHONE - RESERVE ACCOUNT	POSTAGE	\$13,764.00
POTVIN SMALL ENGINE REPAIR INC	REPAIRS	\$66.00
POWER PRODUCTS	SUPPLIES	\$6,979.84
PUBLIC WORKS SUPPLY COMPANY	SUPPLIES	\$28,908.00
QUICK DRY	SUPPLIES	\$790.00
R.D. VINAL & SONS, INC.	SUB-CONTRACTOR	\$68,299.92
R.E. ERICKSON CO., INC.	SUB-CONTRACTOR	\$5,077.40
R.L. PROULX ELECTRIC	SUB-CONTRACTOR	\$62,325.48
REGAN SUPPLY AND TESTING SERVICE, INC.	SUPPLIES	\$107.00
REGINA MOSTONE	EMPLOYEE	\$3,690.00
RH WHITE CONSTRUCTION CO., INC.	SUB-CONTRACTOR	\$64,629.99
RICCA CHEMICAL COMPANY LLC	LAB SUPPLIES	\$661.63
RICHARD WILKINS	SUB-CONTRACTOR	\$100.00
RITA PETERS	MEETING	\$43.00
ROBERT COREY	CAR ALLOWANCE	\$861.63
ROBERT E. COREY	COMMISSIONER	\$2,499.96
ROBERT P. BROWN	EMPLOYEE	\$3,051.25
ROCKHILL CONTRACTING, INC	CONTRACTORS BOND REFUND	\$3,000.00
ROSELLI, CLARK & ASSOCIATES	AUDITOR	\$12,500.00
ROSEMAIRE BUSBY	MEETING	\$43.00
RUSSELL LAVALLEE	WATER RATE REFUND	\$18.48
RUTH MASON	MEETING	\$31.00
RYDER	TRUCK RENTAL - ELECTION	\$116.95
S M R TREE SERVICE, LLC	SUB-CONTRACTOR	\$800.00
SAMANTHA BASTIEN	EMPLOYEE	\$1,172.25
SAM'S CLUB	SUPPLIES	\$2,419.69
SCHWAAB, INC.	OFFICE SUPPLIES	\$61.05
SCOTT MELVILLE	EMPLOYEE	\$288.00
SCOTT'S FOOD MART, INC	GASOLINE	\$23,249.12
SEARS	SUPPLIES	\$393.96
SERVICE PLUS AUTOMOTIVE CENTER	TRUCK REPAIRS	\$1,051.64
SEVERN TRENT SERVICES, INC.	SUPPLIES	\$2,067.89
SHERBURNE LUMBER	SUPPLIES	\$79.80
SIMPLEX GRINNELL	SUB-CONTRACTOR	\$1,752.00
SOFTRIGHT SUMARIA	COMPUTERS	\$250.00
SOFTWARE TECHNIQUES INC.	COMPUTERS	\$83.99

DRACUT WATER SUPPLY DISTRICT **PURCHASE ANALYSIS VENDOR REPORT** **JULY 1, 2005 TO JUNE 30, 2006**

ST. ONGE SUPPLY COMPANY, INC.	SUPPLIES	\$459.73
STAPLES CREDIT PLAN	SUPPLIES	\$13,022.98
STEPHEN DEHNEY	EMPLOYEE	\$46,789.94
SWIERZ CONSULTING, LLC	SUB-CONTRACTOR	\$24,403.90
TCS COMMUNICATIONS CORP.	SUB-CONTRACTOR	\$4,443.32
THE EAGLE LEASING COMPANY	RENTAL	\$1,630.00
THE VALUATION ADVISORY GROUP, INC.	SUB-CONTRACTOR	\$600.00
THE WARREN GROUP	OFFICE	\$248.00
THERMO PROCESS INSTRUMENTS LP	LAB SUPPLIES	\$3,972.87
TIMOTHY GERMAIN	EMPLOYEE	\$42,104.59
TIRE WAREHOUSE	TRUCK REPAIRS	\$476.40
TI-SALES, INC.	SUPPLIES	\$12,362.66
TOSHIBA AMERICA INFO SYS INC.	OFFICE	\$6,244.84
TOSHIBA BUSINESS SOLUTIONS	OFFICE	\$322.56
TOWN OF DRACUT	ELECTION	\$12,877.48
TOWN OF DRACUT	POLICE DETAIL	\$27,743.71
TOWN OF TYNGSBOROUGH	PERMIT	\$25.00
TOWN OF TYNGSBOROUGH	POLICE DETAIL	\$1,622.35
TOWN OF TYNGSBOROUGH	REAL ESTATE TAXES	\$8,527.16
TRANSCANADA POWER	POWER FOR PUMPS	\$77,408.69
TRUE NORTH SYSTEMS	SUPPLIES	\$4,410.00
U.S. BANK	BONDS	\$195,765.00
U.S. DEPARTMENT OF TREASURY	PAYROLLS	\$9,118.56
U.S. POST OFFICE	POSTAGE	\$78.00
ULTIMATE OFFICE	SUPPLIES	\$270.11
UNIVERSITY OF MASS/LOWELL	EMPLOYEE TRAINING	\$810.00
UNUM LIFE INSURANCE COMPANY OF AMERICA	PAYROLLS	\$8,021.13
USA BLUEBOOK	SUPPLIES	\$10,687.84
USI INS. SERVICES OF MA, INC	INSURANCE	\$613.00
UTILITRONICS	SUPPLIES	\$232.81
V.P. HOLMAN CONSTRUCTION, INC	CONTRACTORS BOND REFUND	\$3,000.00
VADAR SYSTEMS	ACCOUNTING SUPPORT	\$5,990.63
VERIZON	TELEPHONES	\$8,174.78
VWR SCIENTIFIC PRODUCTS CORPORATION	SUPPLIES	\$1,352.69
WALLY DUNN'S AMOCO	TRUCK REPAIRS	\$3,713.05
WATER WORKS SUPPLY CORPORATION	SUPPLIES	\$16,482.27
WELCH WELDING, IND.	REPAIRS	\$8,875.00
WILLIAM MORIN	CAR ALLOWANCE	\$861.63
WILLIAM MORIN	COMMISSIONER	\$2,499.96
WILLIAM ZIELINSKI	PHONE EXPENSE,	\$385.00
WILLIAM ZIELINSKI	CAR ALLOWANCE	\$947.07
WILLIAM ZIELINSKI	COMMISSIONER	\$2,499.96
WYMAN'S AUTO BODY INC	TRUCK REPAIRS	\$540.26
XEROX CORPORATION	SUPPLIES	\$496.32
ZEP MANUFACTURING COMPANY	SUPPLIES	\$287.13

DRACUT WATER SUPPLY DISTRICT

**GOVERNMENTAL FUNDS
BALANCE SHEET**

JUNE 30, 2006

	General	Stabilization	System Development	Litigation Assessment	Capital Projects	Total Governmental Funds
ASSETS						
Cash and short-term investments	\$ 561,548		\$ 246,791	\$ -	\$ 989,973	\$ 1,798,312
Investments		\$ 952,710			1,173,076	2,125,786
Receivables, net of allowance for uncollectibles						
Water rates	181,180					181,180
Other	1,368		597			1,965
Assessments			6,403			6,403
Total Assets	\$ 744,096	\$ 952,710	\$ 253,791	\$ -	\$ 2,163,049	\$ 4,113,646
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Warrants and accounts payable	\$ 169,906				\$ 100	\$ 170,006
Guarantee Deposits	88,000				46,004	134,004
Deferred revenues	182,548		6,403			188,951
Total Liabilities	440,454	\$ -	\$ 6,403	-	46,104	492,961
FUND BALANCES:						
Reserved for:						
System development			247,388			247,388
Stabilization		952,710				952,710
Unreserved:						
Undesignated, reported in:						
General fund	303,642					303,642
Capital projects funds					2,116,945	2,116,945
Total Fund Balances	303,642	952,710	247,388	-	2,116,945	3,620,685
Total Liabilities and Fund Balances	\$ 744,096	\$ 952,710	\$ 253,791	\$ -	\$ 2,163,049	\$ 4,113,646

The notes to the financial statements are an integral part of this statement.

DRACUT WATER SUPPLY DISTRICT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED June 30, 2006**

	Budgeted Amounts		Actual Budgetary Amounts	Variance Favorable (Unfavorable)
	Original Budget	Final Budget		
REVENUES				
Water rates	\$ 3,713,543	\$ 3,713,543	\$ 3,356,561	\$ (356,982)
Investment income	-	-	12,790	12,790
Miscellaneous	-	-	30,276	30,276
Total Revenues	3,713,543	3,713,543	3,399,627	(313,916)
EXPENDITURES				
Maintenance and operations	2,570,664	2,570,664	2,101,246	469,418
Water purchases	375,000	375,000	345,299	29,701
Fringe benefits	334,402	334,402	289,480	44,922
Debt service	274,520	274,520	273,186	1,334
Total Expenditures	3,554,586	3,554,586	3,009,211	545,375
OTHER FINANCING SOURCES (USES)				
Issuance of debt			42,808	(42,808)
Transfer in			28,806	(28,806)
Transfers out	(618,612)	(618,612)	(618,612)	-
Total Other Financing Sources (Uses)	(618,612)	(618,612)	(546,998)	(71,614)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES/USE OF PRIOR YEAR BUDGETARY FUND BALANCE	(459,655)	(459,655)	(156,582)	303,073
BUDGETARY FUND BALANCES, JULY 1, 2005	460,224	460,224	460,224	-
BUDGETARY FUND BALANCES, June 30, 2006	\$ 569	\$ 569	\$ 303,642	\$ 303,073

DRACUT WATER SUPPLY DISTRICT

**GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
JUNE 30, 2006**

	General	Stabilization	System Development	Litigation Assessment	Capital Projects	Total Governmental Funds
REVENUES						
Water rates	\$ 3,356,561					\$ 3,356,561
Development fees			\$ 196,658			196,658
Litigation assessments				\$ 217,247		217,247
Investment income	12,790	\$ 22,290	9,298		\$ 60,204	104,582
Contributions and donations						0
Miscellaneous	30,276					30,276
Total Revenues	3,399,627	22,290	205,956	217,247	60,204	3,905,324
OTHER FINANCING SOURCES						
Transfers in	28,806	431,424			868,957	1,329,187
Proceeds from debt issuance	42,808					42,808
Total Other Financing Sources	71,614	431,424	-	-	868,957	1,371,995
Total Revenues and Other Financing Sources	3,471,241	453,714	205,956	217,247	929,161	5,277,319
EXPENDITURES						
Maintenance and operations	2,101,246				632,281	2,733,527
Water purchases	345,299					345,299
Fringe benefits	289,480	44,948				334,428
Pension benefits						0
Debt service - principal	188,750					188,750
Debt service - interest	84,436					84,436
Total Expenditures	3,009,211	44,948	-	-	632,281	3,686,440
OTHER FINANCING USES						
Transfers out	618,612		410,000	271,769		1,300,381
Total Expenditures and Other Financing Uses	3,627,823	44,948	410,000	271,769	632,281	4,986,821
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(156,582)	408,766	(204,044)	(54,522)	296,880	290,498
FUND BALANCES, JULY 1, 2005	460,224	543,944	451,432	54,522	1,820,065	3,330,187
FUND BALANCES, JUNE 30, 2006	\$ 303,642	\$ 952,710	\$ 247,388	\$ -	\$ 2,116,945	\$ 3,620,685

The notes to the financial statements are an integral part of this statement.

DRACUT WATER SUPPLY DISTRICT**NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED****YEAR ENDED June 30, 2006****III. Detailed Notes to All Funds (continued)****F. Long-Term Debt (continued)**

Bond Debt Issued - The following summarizes outstanding debt obligations relative to the issuance of debt for the year ended

Description of Issue	Year of Issue	Maturity Date	Interest Rate	Original Amounts	Amounts Outstanding
Massachusetts Water Pollution Abatement Trust	2000	08/01/20	4.50 - 5.625%	\$ 936,689	\$ 755,043
General Obligation Bond	2003	10/01/23	2.75 - 5.0%	2,280,000	2,050,000
Vehicle Note Payable	2005	04/02/08	0.00%	40,515	13,505
Vehicle Note Payable	2006	01/27/06	1.90%	42,808	28,824
Total Bond Debt					<u><u>\$2,847,372</u></u>

Capital leases - The following summarizes outstanding debt obligations relative to capital leases for the year ended June 30,

Description	Year of Issue	Date of Maturity	Issue Amount	Original Amounts	Amounts Outstanding
Caterpillar Backhoe	2004	7/14/09	<u>4.102%</u>	58,745	45,007
Total				<u>58,745</u>	<u>45,007</u>

DRACUT WATER SUPPLY DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS - CONTINUED
YEAR ENDED June 30, 2006

III. Detailed Notes to All Funds (continued)

F. Long-Term Debt (continued)

Future Debt Payoff - Payments on long-term debt obligation due in future years consist of the following:

Year Ending June 30	Principal			Interest		
	<u>Balance</u>	<u>Subsidy</u>	<u>Net</u>	<u>Balance</u>	<u>Subsidy</u>	<u>Net</u>
2007	\$ 175,018	\$ (8,947)	\$ 166,071	\$ 114,343	\$ (28,580)	\$ 85,763
2008	170,110	(9,518)	160,592	107,730	(27,166)	80,564
2009	164,325	(10,158)	154,167	102,211	(25,657)	76,554
2010	158,280	(10,767)	147,513	97,065	(24,152)	72,913
2011	159,639	(11,340)	148,299	91,416	(22,654)	68,762
Thereafter	2,020,000	(158,218)	1,861,782	555,959	(122,022)	433,937
Total	<u>\$ 2,847,372</u>	<u>\$ (208,948)</u>	<u>\$ 2,638,424</u>	<u>\$ 1,068,724</u>	<u>\$ (250,231)</u>	<u>\$ 818,493</u>

SECTION V

May 15, 2006

James R. Johnson, Director of Accounts
Massachusetts Department of Revenue
Division of Local Services
P.O. Box 9655
Boston, MA 02114

Dear Mr. Johnson,

The Annual Meeting of the Dracut Water Supply District was held on May 6, 2006 at the Lester G. Richardson Auditorium. Moderator Donna Yackel called the meeting to order at 10:34 AM.

PROCEDURAL MOTIONS:

Unanimously the District voted to waive the reading of the warrant articles.

Submitted by Gary W. McCarthy, Executive Director/Superintendent

Unanimously the District voted to implement Section 2 of Chapter 448 of the Acts of 1996 for the purpose of this meeting, allowing for the declaration of the Moderator of a 2/3rds vote when in the opinion of the Moderator the voice vote is obviously in the 2/3rd's prevailing side of the issue in question.

ARTICLE #1:

Unanimously the District voted to bring in the vote for a Water Commissioner for a term of three years, and Clerk for a term of three years, all on the same ballot. The Clerk announced the Election was held May 1, 2006, with the following results:

Commissioner:

William "Bill" Zielinski:	1533
Blanks:	197
Other:	9

Moderator:

Donna M. Yackel	1471
Blanks:	263
Other:	5

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #2:

Unanimously the District voted to hear the report of the Water Commissioners.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #3:

Unanimously the District voted to waive the reading of the Treasurer's report and accept as printed in the Annual District Report.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #4:

Unanimously the District voted to dismiss hearing the reports of any previous meeting articles as no reports were due.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #5:

Unanimously the District voted to transfer from "Free Cash" July 1, 2005 certified amount of \$459,655.00 (Four Hundred Fifty Nine Thousand Six Hundred Fifty Five and 00/100 Dollars) to the following amounts by item:

Item One:

Stabilization Fund for Debt and
Liability..... \$100,000.00

Item Two:

Repair/Replacement of Distribution
System and sites..... \$150,000.00

Item Three:

System and Site Development
Account..... \$150,000.00

Item Four:

General Stabilization Account..... \$ 59,655.00

Total..... \$459,655.00

ARTICLE #5 (Cont'd):

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #6:

Unanimously the District voted to raise and appropriate or transfer from the Water Revenue Account \$1,155,967.00 (One Million One Hundred Fifty Five Thousand Nine Hundred Sixty Seven and 00/100 Dollars) to defray District charges for the ensuing fiscal year beginning July 1, 2006 for Salary, Wages (Labor), Employee benefits.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #7:

Unanimously the District voted to raise and appropriate or transfer from the Water Revenue Account \$1,872,671.00 (One Million Eight Hundred Seventy Two Thousand Six Hundred Seventy One and 00/100 Dollars) to defray District charges for the ensuing fiscal year beginning July 1, 2006 for Expenses of the District Operations.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #8:

Unanimously the District voted to raise and appropriate or transfer from the Water Revenue Account \$ 663,480.00 (Six Hundred Sixty Three Thousand Four Hundred Eighty and 00/100 Dollars) to defray the District charges for the ensuing fiscal year beginning July 1, 2006 for Chemicals/Utilities/Electricity related to Operations of the District.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #9:

Unanimously the District voted to raise and appropriate or transfer from the Water Revenue Account the amount of \$3,500.00 to defray the District charges for the ensuing year beginning July 1, 2006 for “Out of State Travel”.

Submitted by Gary W. McCarthy, Executive Director/Superintendent

Board of Commissioners recommended approval

Executive Director/Superintendent recommended approval

ARTICLE #10:

Unanimously the District voted to set the salary of elected officials as follows:

Commissioners	\$2,500.00 per year
Moderator:	\$ 500.00 per year
Clerk	\$5,000.00 per year

Submitted by Gary W. McCarthy, Executive Director/Superintendent

Board of Commissioners recommended approval

Executive Director/Superintendent recommended approval

ARTICLE #11:

Unanimously the District voted to transfer from the Debt and Liability Stabilization account the amount of \$34,000.00 (Thirty Four Thousand and 00/100 Dollars) for the payment of accrued vacation as determined in the best interest of the District by the Superintendent-Executive Director.

Submitted by Gary W. McCarthy, Executive Director/Superintendent

Board of Commissioners recommended approval

Executive Director/Superintendent recommended approval

ARTICLE #12:

Unanimously the District voted to transfer from the Water Revenue Account the amount of \$10,000.00 (Ten Thousand Dollars) to the Senior Citizens/Discount Program Fund.

Submitted by Gary W. McCarthy, Executive Director/Superintendent

Board of Commissioners recommended approval

Executive Director/Superintendent recommended approval

ARTICLE #13:

Unanimously the District voted to authorize the District Treasurer to enter into compensating balance agreements during the fiscal year beginning on July 1, 2006, as permitted by General Laws, Chapter 44, Section 5F.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #14:

Unanimously the District voted to transfer from the Water Revenue Account the amount of \$158,957.00 (One Hundred Fifty Eight Thousand Nine Hundred Fifty Seven and 00/100 Dollars) which represents the 5% funds collected for the undersized Water Mains & Valves Account as established by the Board of Water Commissioners in FY2003 for the period collected January 1, 2005 through December 31, 2005, said funds to be used to replace, repair and upgrade as determined by the Superintendent 2" and undersized mains and valves.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #15:

Unanimously the District voted to authorize the Superintendent to sell off scrap metals and surplus, outdated or obsolete equipment as they may accumulate during the year.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #16:

Unanimously the District voted to authorize the Treasurer with the approval of the Board of Water Commissioners, to borrow in anticipation of Revenue for the fiscal year beginning July 1, 2006, in accordance with MGL Chapter 44 Section 4 and the acts and amendments thereof; Chapter 849 of the Acts of 1969, as amended and to renew any notes as may be given for a period of less than one year in accordance with MGL Chapter 44, Section 17.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #17:

Unanimously the District voted to transfer from the Debt and Liability Stabilization account the amount of \$25,000.00 (Twenty Five Thousand and 00/100 Dollars) said amount to fund the sick leave excess account.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval to refer to Committee
Executive Director/Superintendent recommended approval to refer to Committee

ARTICLE #18:

Unanimously the District voted to transfer from the System and Development Fund the amount of \$60,000.00 (Sixty Thousand and 00/100 Dollars) to the “Hydrant and Valve Replacement Account” as established February 26th, 2000.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

Unanimously the District Voted to recess the Annual meeting at 11:00 AM in order to convene a Special District Meeting.

Submitted by Gary W. McCarthy, Executive Director/Superintendent

The Annual Meeting was reconvened at 11:05 AM.

ARTICLE #19:

Unanimously the District voted to transfer from the System and Development Fees Account the sum of \$350,000.00 (Three Hundred Fifty Thousand Dollars) said sum to be used for the undersized main replacement account.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #20:

Unanimously the District voted to refer Article #20 to the Board of Water Commissioners and Executive Director-Superintendent. Further to authorize the Board of Water Commissioners, if in their opinion and by majority vote, to convey, transfer or sell for an amount deemed appropriate by the Board with such conditions or covenants as

ARTICLE #20 (Cont'd):

the Board or Executive Director-Superintendent may deem necessary; and that such shall be deemed in the best interest of the District. Further that no other action shall be required by the Annual Meeting to execute the intent of this Article.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval to refer
Executive Director/Superintendent recommended approval to refer

ARTICLE #21:

By majority the District voted to refer Article #21 to a committee for a report and recommendation back to the Annual 2007 District meeting, and that the report include the detailed report of the legal history of the property from the time of the District acquiring said property.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Commissioners recommended approval to refer to Committee
Executive Director/Superintendent recommended approval to refer to Committee

ARTICLE #22:

Unanimously the District voted to incorporate as follows the District Bounds:

That the Dracut Water Supply District shall be that area within the Town of Dracut Boundaries exclusive to the Acts of 1966 that established the Kenwood Water Department or those lands presently designated by the District's Acts or as amended since 1905 all other Dracut areas.

Submitted by William "Zee" Zielinski, Chairman/Commissioner
Robert E. Corey, Vice Chairman/Commissioner
William L. Morin, Commissioner and
Gary W. McCarthy, Executive Director-Superintendent

Board of Commissioners recommended approval
Executive Director/Superintendent recommended approval

ARTICLE #23:

By majority, the following motion was defeated:

I move that the District vote to amend the "Personnel By-Law" Section 11.16A covering employees, specifically the "Bereavement Leave" by amending the provision as follows:

By deleting the section that states:

ARTICLE #23 (Cont'd):

Employees will be granted one (1) day with no loss of pay upon the death of any niece, nephew, aunt, uncle, cousin, godchild or foster child.

This shall apply to all employees hired after July 1, 2006.

Submitted by William L. Morin, Commissioner

Board of Commissioners recommended approval

Executive Director-Superintendent recommended not to approve.

ARTICLE #24:

Unanimously the District voted to abolish the “Lowell Assessment Account” as established by Article 21 of the Annual District Meeting of May 11th 2002 and to direct the District Treasurer to transfer the funds contained therein, said amount being Two Hundred Seventy One Thousand Seven Hundred Sixty Nine and 24/100 Dollars (\$271,769.24) to the General Stabilization Account.

Submitted by Gary W. McCarthy, Executive Director/Superintendent

Board of Commissioners recommended approval

Executive Director/Superintendent recommended approval

A motion from the floor was made and seconded to adjourn the Annual District meeting at 11:29 AM. The Annual District Meeting was adjourned by the Moderator at 11:29 AM.

Respectfully submitted,

Kathleen M. Graham, Clerk
Dracut Water Supply District

May 15, 2006

James R. Johnson, Director of Accounts
Massachusetts Department of Revenue
Division of Local Services
P.O. Box 9655
Boston, MA 02114

Dear Mr. Johnson,

A Special Meeting of the Dracut Water Supply District was held on May 6, 2006 at the Lester G. Richardson Auditorium. Moderator Donna Yackel called the meeting to order at 11:00 AM.

ARTICLE #1:

Unanimously the District voted to dismiss Article #1.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Water Commissioners recommended approval to dismiss
Executive Director/Superintendent recommended approval to dismiss

ARTICLE #2:

Unanimously the District voted to dismiss Article #2.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Water Commissioners recommended approval to dismiss
Executive Director/Superintendent recommended approval to dismiss

ARTICLE #3:

Unanimously the District voted to waive the System and Development fee for St. Mary Magdeline Parish in Tyngsboro of the new tie in for construction now underway.

Submitted by Gary W. McCarthy, Executive Director/Superintendent
Board of Water Commissioners recommended approval
Executive Director/Superintendent recommended approval

DWSD Special Annual Meeting – May 6, 2006

Page 2 of 2

A motion from the floor was made and seconded to adjourn the Annual District meeting at 11:05 AM.

Respectfully submitted,

Kathleen M. Graham, Clerk
Dracut Water Supply District

Different Water Supply District

Wittman (Oxfordshire) 9/7/83 0957/0944/11

11/10/2008 10:10:10 AM

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[illegible]

WAVK(d) (S)XK(d) WAVAVX(d)XK(c)XU(W)XV(z)XK(c)XK(c)XK(d)

[illegible]

My water is cloudy? This condition is usually caused by a break somewhere in the line that requires repair. This is usually air bubbles in the water and is harmless and should clear quickly.

Is my water being treated? Yes, water in the Detroit Water Supply System is treated. We treat with chlorophates and trichloromethyl oxides, this is to make sure the pH is well. I have had some with bottling the naturally acidic water that is common in this area of the country. The acid from was treated with fluoride.

[illegible]

|| Is there a "right" way to do it? ||

Therefore its into wafter barn taldherdherd herf we do provide for wafter conatervation intermedies from Monday till Day it after Day. During this time wafter were coustide its her taldherd on the following saturday. On the numbered thome taldherd on Wednesdage, it taldherd and Saturday. It was numbered thome taldherd on Thursday, thursday and Saturday. No waftering coustide on Monday. In this haller was recoverd from the wafterd use. With proper waftering it is not necessary to use hawm spaldherd everyday. Therefore its into this limit for coustide was on your day. It hersey, how ever wafter wilerly and saturday.

How can I bill for? You are billed separately at the District Water Supply District. Each bill is for the operation and the previous excess use. The current rate is \$220.52 per water for 5,000 cubic feet.

While Weftair Department staff wishes to remind all of our customers that water use should always be reasonable, excessive water usage is not only wasteful but also very expensive. Make a habit of always checking around your home for any leaks or dripping faucets. "A leaking faucet wastes a full barrel of water (55 gallons) off of your bill!"

