

ANNUAL AUDIT
POLICE PENSION FUND
City of Urbana, Illinois

Period Ended April 30, 1973

GEO. J. CURZON
CERTIFIED PUBLIC ACCOUNTANT
1103 WEST JOHN STREET
CHAMPAIGN, ILLINOIS 61820

ANNUAL AUDIT

**POLICE PENSION FUND
City of Urbana, Illinois**

Period Ended April 30, 1973

GEO. J. CURZON
CERTIFIED PUBLIC ACCOUNTANT
NO. 7 ROLLING HILLS
WHITE HEATH, ILLINOIS 61884

May 25, 1973

Board of Trustees
Police Pension Fund
City of Urbana, Illinois

Gentlemen:

Pursuant to your request, I have examined the accounting records of Police Pension Fund, City of Urbana, Illinois, for the fiscal year beginning May 1, 1972 and ending April 30, 1973.

During the year cash revenues exceeded expenses by \$65,928.85 as compared with \$53,917.42 during the previous year. The difference is due largely to increased tax revenue and to increased payroll deductions.

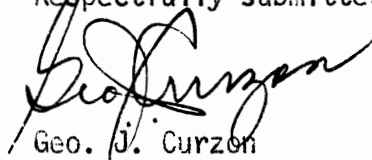
As at the end of the year there are thirty nine members and nine pensioners. The statutory reserve set at \$10,000.00 per person, or a total of \$480,000.00. The "deferred asset" or the amount necessary to build the assets of the fund to an amount equal to the statutory reserve varies from year to year due to fluctuations in the reserve and to the increased in total assets.

Your auditor wishes to express his appreciation for the courtesies extended to him during the course of the examination.

C E R T I F I C A T E

I have examined the accounting records of Police Pension Fund, City of Urbana, Illinois, for the fiscal year beginning May 1, 1972 and ending April 30, 1973, in accordance with generally accepted auditing procedures. In my opinion the attached statements fairly portray the assets and fund balance of the Fund and the operations for the fiscal year.

Respectfully submitted,



Geo. J. Curzon

Certified Public Accountant

GJC:mmc

STATEMENT OF CONDITION (CASH BASIS)
 As at April 30, 1973 and as at April 30, 1972
 POLICE PENSION FUND, City of Urbana, Illinois

A S S E T S

	4-30-73	4-30-72	Increase (Decrease)
Cash in bank	\$ 5,014.47	\$ 8,100.79	\$(3,086.32)
Certificates of deposit	52,575.54	41,962.28	10,613.26
U. S. Treasury notes	209,780.23	195,000.00	14,780.23
City of Urbana bonds	3,000.00	15,000.00	(7,000.00)
Saving & loan associations	50,676.07	30,054.39	20,621.68
Federal National Mortgage Association	110,000.00	80,000.00	30,000.00
Office equipment (cost)	518.97	518.97	
TOTAL ASSETS	<u>\$436,565.28</u>	<u>\$370,636.43</u>	<u>\$65,928.85</u>

F U N D B A L A N C E

Statutory reserve	\$430,000.00	\$430,000.00
Deferred assets	<u>(43,434.72)</u>	<u>(89,363.57)</u>
TOTAL	<u>\$436,565.28</u>	<u>\$370,636.43</u>

Note: By definition in the Act of July 17, 1951 the minimum statutory reserve is set at \$10,000.00 per participant plus a like amount per pensioner. The deferred asset represents the amount by which the fund is short of the reserve. By statute the net assets should equal the Reserve on or before July 17, 1999.

ANALYSIS OF CHANGES IN FUND BALANCE
 May 1, 1972 to April 30, 1973 and May 1, 1971 to April 30, 1972
 POLICE PENSION FUND, City of Urbana, Illinois

	<u>1972-73</u>	<u>1971-72</u>	<u>Increase (Decrease)</u>
Cash Revenue -			
7½% salary deductions	\$ 30,073.76	\$ 27,256.26	\$ 2,817.50
Property taxes	48,213.90	38,612.34	9,601.56
Interest income			
Certificates of deposit	2,763.26	1,584.91	1,178.35
Treasury notes	14,725.00	16,337.50	(1,612.50)
Federal National Mortgage Ass'n	6,870.25	915.00	5,955.25
City of Urbana bonds	750.00	1,200.00	(450.00)
Savings & loan interest	2,071.68	1,204.39	867.29
Paid to automatic increase		235.00	(235.00)
Total Cash Revenue	\$105,467.85	\$ 87,345.40	\$18,122.45
Expenditures -			
Pensions paid	29,340.12	31,819.96	(2,479.84)
Refunds to resigning members	9,357.03	665.72	8,691.31
Audit fees	400.00	250.00	150.00
Physical examinations	174.00	91.00	83.00
Clerk's salary	240.00	240.00	
Bank fees = etc	27.85	11.30	16.55
Adjust book value of assets		350.00	(350.00)
Total Expenditures	\$ 39,539.00	\$ 33,427.98	\$ 6,111.02
Excess cash revenues over expenditures	65,928.85	53,917.42	12,011.43
Beginning fund balance	<u>370,636.43</u>	<u>316,719.01</u>	<u>53,917.42</u>
Ending fund balance	<u>\$436,565.28</u>	<u>\$370,636.43</u>	<u>\$65,928.85</u>