

H. E. BREEN
CERTIFIED PUBLIC ACCOUNTANT
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CHAMPAIGN, ILLINOIS

1210 West Charles

June 4, 1953

Mr. Guy Frampton, President
Urbana Firemen's Pension Fund
Urbana, Illinois

Dear Mr. Frampton:

We have examined the Securities of the Urbana Firemen's Pension Fund and reconciled the cash balance of the Fund as of April 30, 1953 and wish to submit the following data.

The excess of disbursements over receipts for the period May 1, 1952 to April 30, 1953 amounted to \$2,387.80. Our prediction of this amount in our letter dated, July 1, 1952 was \$2,859.

The deficiency of \$12,631.94 as of April 30, 1953 is due to the absence of or insufficient tax levies for the years 1948 through 1951. This deficiency or shortage in assets is based upon a computation by the State Auditors fixing the Statutory Reserve at \$29,433.39. The deficiency means that the assets are short of the required reserve by \$12,631.94 as of April 30, 1953

The financial position for the year ending April 30, 1954 appears much more satisfactory due to the fact that the levy for 1953 amounted to \$12,000.

The estimated summary presented below will give you an idea of the activities of the Fund for the year 1953-1954:

(1) Estimated receipts of the Fund during the year 1953-1954:	
Taxes (levy of 1953, \$12,000) (estimated)	\$11,500
Business Licenses (estimated)	250
Salary deductions (estimated)	2,421
Income from Investments	270
Total Estimated Receipts	<u>\$14,441</u>
(2) Estimated disbursements for the year 1953-1954:	
Pension payments (estimated)	\$9,204
Miscellaneous expenses (estimated)	<u>150</u>
Total estimated disbursements	<u>9,354</u>
Excess of Estimated Receipts over Disbursements	<u>\$ 5,087.</u>

The estimated excess of receipts over disbursements will reduce the deficiency from \$12,631.94 to approximately \$7,544.94. If the city maintains the tax levy for the Fund at the same level for two more years the deficiency will be eliminated.

We urge the members of the Board of Trustees of the Urbana Firemen's Pension Fund to watch the situation closely to protect their interest. Any further information will be gladly furnished upon request.

Very truly yours
H. E. Breen
H. E. Breen
Certified Public Accountant