

FIRE DEPARTMENT PENSION FUND

City of Urbana, Illinois

Audit Report

For the Year Ended

April 30, 1970

Andrews, Filbey & Summers  
Certified Public Accountants

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Urbana, Illinois  
May 25, 1970

Board of Trustees  
Fire Department Pension Fund  
Urbana, Illinois

Gentlemen:

We have examined the Statement of Financial Position (Cash Basis) of the Fire Department Pension Fund of Urbana, Illinois as of April 30, 1970, and the related Statement of Revenue Receipts, Expenditures and Fund Balances resulting from cash transactions for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the accompanying statements present fairly the assets and fund balance of the Fire Department Pension Fund of Urbana, Illinois as of April 30, 1970 resulting from cash transactions, and the income collected and expenses disbursed during the year then ended, on a basis consistent with that of the preceding year.

Very truly yours,

*Andrews, Filbey & Summers*  
Certified Public Accountants

## COMPARATIVE STATEMENT OF FINANCIAL POSITION (CASH BASIS)

Board of Trustees of the Fire Department Pension Fund  
Of the City of Urbana, Illinois

April 30, 1970 and April 30, 1969

## ASSETS

	April 30,		Increase (Decrease)
	1970	1969	
Cash in Bank	\$ 563.91	\$ 1,199.41	(\$ 635.50)
Savings Account	1,053.54	1,759.52	( 705.98)
Certificates of Deposit and Shares in Savings and Loan	30,000.00	82,500.00	( 52,500.00)
U. S. Government Securities, at cost	121,506.55	41,898.72	79,607.83
Stocks	-	2,443.75	( 2,443.75)
<b>Total Assets</b>	<b><u>\$153,124.00</u></b>	<b><u>\$129,801.40</u></b>	<b><u>\$ 23,322.60</u></b>

## LIABILITIES AND FUND BALANCE

Statutory Reserve (See Note 1)	\$ 29,443.39	\$ 29,443.39	\$ -
Amount in Excess of Reserve	<u>123,680.61</u>	<u>100,358.01</u>	<u>23,322.60</u>
<b>Total Fund Balance</b>	<b><u>\$153,124.00</u></b>	<b><u>\$129,801.40</u></b>	<b><u>\$ 23,322.60</u></b>

## Notes:

1. The Statutory Reserve is not an actuarially determined figure nor is it intended to represent one.
2. The principal asset not listed is taxes receivable collectible during the next fiscal year.

COMPARATIVE STATEMENT OF REVENUE RECEIPTS,  
EXPENDITURES AND FUND BALANCES (CASH BASIS)

Board of Trustees of the Fire Department Pension Fund  
Of the City of Urbana, Illinois

For the Years Ended April 30, 1970 and April 30, 1969

	Year Ended April 30		Increase (Decrease)
	1970	1969	
<u>Revenue Receipts</u>			
Taxes	\$ 24,517.92	\$ 25,583.64	(\$ 1,065.72)
Licenses	374.48	348.94	25.54
Salary Deductions	12,998.77	10,437.89	2,560.88
Interest on U. S. Bonds and Notes	2,818.43	1,867.50	950.93
Interest on Building and Loan Shares and Certificates of Deposit	4,429.02	3,857.95	571.07
Dividends on Stocks	-	224.00	( 224.00)
Interest on Savings Account	53.70	85.07	( 31.37)
Gain on Sale of Stocks	6,719.25	-	6,719.25
Total Revenue	<u>51,911.57</u>	<u>42,404.99</u>	<u>9,506.58</u>
<u>Expenditures</u>			
Pensions Paid	24,097.20	24,097.20	-
Auditing Expense	220.00	240.00	( 20.00)
Bank Fees and Miscellaneous	74.88	20.19	54.69
Refunds to Participants	4,087.39	3,433.64	653.75
Medical Expense (Net)	109.50	401.75	( 292.25)
Total Expenditures	<u>28,588.97</u>	<u>28,192.78</u>	<u>396.19</u>
<u>Excess of Revenue Over Expenditures</u>	23,322.60	14,212.21	9,110.39
<u>Fund Balance At Beginning of Year</u>	<u>129,801.40</u>	<u>115,589.19</u>	<u>14,212.21</u>
<u>Fund Balance at End of Year</u>	<u>\$153,124.00</u>	<u>\$129,801.40</u>	<u>\$ 23,322.60</u>

COMPARATIVE STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Board of Trustees of the Fire Department Pension Fund  
of the City of Urbana, Illinois

For the Years Ended April 30, 1970  
and April 30, 1969

	Year Ended April 30	
	1970	1969
<u>Cash in Bank, Beginning of Year</u>	<u>\$ 1,199.41</u>	<u>\$ 1,572.27</u>
 <u>Receipts</u>		
Total Revenue Receipts (See Exhibit B)	51,911.57	42,404.99
Less Interest Income Credited Directly to Investments	( 1,087.95)	( 85.07)
Net Received in Checking Account	50,823.62	42,319.92
Savings Shares Liquidated	<u>56,543.75</u>	<u>58,000.00</u>
Total Receipts	<u>107,367.37</u>	<u>100,319.92</u>
Total Cash to be Accounted For	<u>108,566.78</u>	<u>101,892.19</u>
 <u>Disbursements</u>		
Expenditures for Pensions, etc. (See Exhibit B)	28,588.97	28,192.78
Investments Acquired	<u>79,413.90</u>	<u>72,500.00</u>
Total Disbursements	<u>180,002.87</u>	<u>100,692.78</u>
<u>Cash in Bank, End of Year</u>	<u>\$ 563.91</u>	<u>\$ 1,199.41</u>

## COMMENTS

### Board of Trustees of the Fire Department Pension Fund Of the City of Urbana, Illinois

#### STATUTORY RESERVE

The law which regulates the Firemen's Pension Fund does not specify a required fund balance. There is a small Statutory Reserve which is actually the reserve which was on hand on a certain date and is not an actuarially determined reserve. If the Firemen's Pension Fund had the same reserve requirements as the Police Pension Fund, the recommended balance at April 30, 1970 would be \$420,000 for 33 firemen and 9 pensioners. The fund balance at April 30, 1970 was \$153,124.00. Applying the Police Pension target date of 1999 for attaining the required reserve balance, the fund balance would have to increase about \$9,200 per year over the next 29 years.

#### TAX LEVY

The 1968 tax levy, received in 1969, was \$25,000. The 1969 levy, which will be collected during the year ending April 30, 1971, was set at \$30,000.

#### GENERAL

We appreciate the helpful cooperation of the officers of the Firemen's Pension Fund which made our work more efficient.