

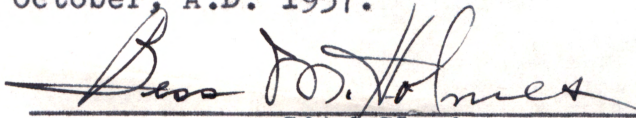
RESOLUTION

WHEREAS, it appears for the best interests of the City of Urbana, Illinois, and for the financial interests of specified public improvements made within said City;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, that the corporate authorities of said City call bonds and make transfers of funds, loans, and pre-payments, and otherwise follow and effect so far as possible the recommendations of GERALD D. BRIGHTON, certified public accountant, as appears in the special report of said accountant on amount of bonds callable related to the Annual Audit for the year ended 1957, in regard to said City of Urbana Special Assessment Funds. Said special report, a correct duplicate copy of which is hereto attached, is hereby made a part of this resolution for reference and in support of this resolution; said report includes a title page and ten pages which includes a letter under date of August 24, 1957, seven schedules, and a conclusion. The duplicate of said report hereto attached is marked "Exhibit A".

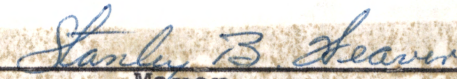
Said Annual Audit is herewith identified as City of Urbana, Audit Report, Special Assessment Funds, Year ended June 30, 1957, Certified by GERALD D. BRIGHTON, and which appears in the report of said audit submitted to the corporate authorities and the members of the Board of Local Improvements, as of the date of August 24, 1957.

Adopted by the City Council of the City of Urbana, Illinois, this 7th day of October, A.D. 1957.



City Clerk

Approved by the Mayor this 9th day of October, A.D. 1957.



Mayor

CITY OF URBANA
SPECIAL ASSESSMENT FUND

SPECIAL REPORT ON
AMOUNT OF BONDS CALLABLE
RELATED TO
THE ANNUAL AUDIT FOR THE
YEAR ENDED JUNE 30, 1957

GERALD D. BRIGHTON
CERTIFIED PUBLIC ACCOUNTANT

Gerald D. Brighton
Certified Public Accountant
609 West Green Street
Urbana, Illinois

August 24, 1957

Honorable Stanley B. Weaver, Mayor,
Members of the City Council and
Members of the Board of Local Improvements

Gentlemen:

The audit report for the special assessments funds for the year ended June 30, 1957 is being written, but cannot be printed in final form for at least two weeks. Meanwhile, hoping to expedite action on bond calls, following is a special report excerpting audited information.

The basic schedule is Schedule I, a Schedule of Amount of Bonds to call. You will notice that a total of \$74,347.24 will be callable if recommendations indicated in Schedules II through VII are adopted. If none of these recommendations are adopted the amount would be \$33,600.00.

Our general approach was to give thought to all possible "clean up" ideas along the lines of the start we made last year. The maximum call as recommended would result in completely paying off the remaining bonds on fourteen projects. This would be helpful bookkeepingwise and in financial management, aside from the interest savings.

Crucial among the recommendations is the role of the General Bond Issue of 1936 Fund. Last year we initiated very active use of that fund as a loan fund, as well as its traditional role of absorbing fees and deficits. This has been very helpful in preventing embarrassment when funds are temporarily low in cash and in arresting fund deficits through early call of bonds. In this connection, Schedule IV recommends crucial action. This calls for transfer to the General Bond Issue Fund of balances from four funds which have surpluses rather than making abatements to property owners. We reported these same four funds to the Board of Local Improvements in our Special Review for the period ended January 31, 1957. At that time, we commented that they were appropriate for consideration for abatement. The Board apparently decided, and we concur, that the balances are small enough relative to the original cost

of the projects that abatements are not justified. Also, in the case of the two sanitary sewer projects the surpluses are probably mainly attributable to later charges for sewer connections. This would make abatement calculations an arithmetic nightmare.

Following are recommendations for bond calls, transfers, loans and public benefit prepayments based on our audit for the year ended June 30, 1957.

SCHEDULE I

SPECIAL ASSESSMENT FUNDS

June 30, 1957

Schedule of Amount of Bonds to Call

Project	Cash Balance in Sinking Fund 6/30/57	Current Bonds & Interest Payable 6/30/57	Other Bonds Payable	Amount To Call If Recommend- ations are adopted	If Recommend- ations are not adopted
--- Church St. Sidew.	\$ 368.88	\$ 220.00	\$,600.00	\$.600.00	\$ none
--- And. St. Sidew.	none	none	447.24	447.24	none
213 S. Central	4,342.19	4,353.33	7,000.00	4,000.00	none
214 Lynn & Water	1,321.78	1,355.00	2,300.00	2,300.00	none
216 SE Lighting	2,483.02	1,980.00	1,800.00	1,800.00	none
218 E. Park St. G&G	723.13	540.00	2,400.00	2,400.00	none
219 Crystal Lake G&G	2,248.01*	1,919.79	5,500.00	3,500.00	500.00
220 Wab. Ave. & And.	24.66	75.00	1,500.00	1,500.00	none
221 S. Webber St.	317.76	341.88	600.00	600.00	none
225 Del. & Vt.	799.02*	40.00	800.00	800.00	800.00
231 Fla. & Pleasant	5,861.53	2,825.00	4,000.00	4,000.00	3,000.00
232 S. Lynn St.	481.46	540.00	2,400.00	2,400.00	none
234 Franklin St.	650.42	450.00	3,000.00	3,000.00	none
238 S. Lynn St.	3,228.17	1,150.00	2,000.00	2,000.00	2,000.00
240 Vine St.	35,278.59	30,786.10	80,000.00	4,000.00	4,000.00
243 Coll. Pl.	365.68	225.00	400.00	400.00	none
244 N. Cott. Gr.	2,861.84	1,920.00	4,800.00	1,600.00	none
245 Main, Benn., Elm	20,180.72	20,341.66	72,000.00	2,000.00	none
250 Linc. & Nev.	27,470.39	27,304.57	102,200.00	2,000.00	none
252 N. Cunn. & Vine	7,928.92	9,181.25	8,800.00	3,000.00	none
253 Water & Walnut	27,943.95	8,316.66	168,000.00	26,000.00	19,000.00
256 Wal. St. SS	111.37	100.00	300.00	300.00	none
257 SE Storm Relief	7,628.75*	6,916.60	51,800.00	2,000.00	2,000.00
258 N. Busey	3,366.88	562.50	10,000.00	2,000.00	2,000.00
260 S. Vine Sidew.	38.65	420.40	8,800.00	1,100.00	none
266 E. Penn. Sidew.	164.85*	none	2,700.00	600.00	300.00
Totals	<u>\$156,190.62</u>	<u>\$121,864.74</u>	<u>\$544,147.24</u>	<u>\$ 74,347.24</u>	<u>\$ 33,600.00</u>

* Sufficient cash has come in since 6/30/57 to be helpful toward bond ^{calls} sales.

SCHEDULE II

SPECIAL ASSESSMENT FUNDS

June 30, 1957

Recommended Transfers from Construction Funds
to Sinking Funds

Projects	Construction Cash Balance 6/30/57	Amount to Transfer	Remarks
238 S. Lynn St.	\$ 5.03	\$ 5.03	Project completed
244 N. Cott. Grove	176.70	176.70	Project completed
245 Main, Benn., & Elm	2,773.21	2,773.21	Project completed
250 Lincoln & Nevada	2,546.92	2,546.92	Project completed
252 N. Cunn. & Vine	4,107.31	4,107.31	Project completed
253-78 Water & Walnut	18,874.18	7,000.00	Probable const. surplus
260 S. Vine Sidewalk	2,789.00	2,000.00	Probable const. surplus
261 S. Cottage Grove	34.66	34.66	Project completed
	<u>\$ 31,307.01</u>	<u>\$ 18,643.83</u>	

NOTE: Other construction projects still in process on 6/30/57
were as follows:

249 Division Avenue Pavement
257 S.E. Storm Relief
265 Hillcrest Pavement

These three do not have apparent construction surplus at
this date.

SCHEDULE III

SPECIAL ASSESSMENT FUNDS

June 30, 1957

Recommended Repayments on Previous Loans
made by General Bonds Issue of 1936 Fund

Project	Loan Outstanding	Repayment Recommended
207 E. Park St. SS	\$ 1,100.00	\$ 150.00
211 Springfield Ave. Widened	1,200.00	450.00
226 Griggs St. C&G	<u>1,000.00</u>	<u>100.00</u>
	<u>\$ 3,300.00</u>	<u>\$ 700.00</u>

COMMENT:

These are some of the loans made last year primarily to eleven deficit funds in order to call bonds and help arrest the deficits. This action has been helpful and some repayments have been made already! Above are the only further repayments which seem appropriate at this time, although others will be possible later.

SCHEDULE IV

SPECIAL ASSESSMENT FUNDS

June 30, 1957

Recommended Transfers to General Bond Issue
of 1936 Fund from Sinking Funds

<u>Project</u>	<u>Assessment Total</u>		<u>Total</u>	<u>6/30/57</u>	<u>Recomm. Transfer</u>
	<u>Public Benefit</u>	<u>Property Owners</u>		<u>Cash Excess (A)</u>	
204 Glover St. SS	\$ 2,849.00	\$ 2,849.00	\$ 5,698.00	\$ 1,933.68	\$ 1,933.68
208 Elm St. Wide	7,891.37	17,968.21	25,859.58	2,556.56	2,556.56
215 Fairview Ave. SS	2,696.97	2,697.03	5,394.00	1,696.47	1,696.47
235 52 C.S. S Race	<u>15,840.68</u>	<u>29,252.56</u>	<u>45,093.24</u>	<u>3,075.42</u>	<u>3,075.42</u>
	<u>\$29,278.02</u>	<u>\$52,766.80</u>	<u>\$82,044.82</u>	<u>\$ 9,262.13</u>	<u>\$ 9,262.13</u>

COMMENT:

These surpluses will be helpful in the General Bond Issue Fund to absorb deficits from other projects, to absorb miscellaneous expenses charged against the General Bond Issue Fund, and to help maintain the function of that fund as a loan fund to help sinking funds which are temporarily low on cash from time to time.

Abatements to property owners and to public benefit would be the alternative.

(A) By cash excess we mean the June 30, 1957 cash on hand minus the amount needed to pay all bonds and interest payable. In case of #204, all remaining bonds and interest were paid in July. In case of #208 and #215 the only remaining ones were payable on 7/1/57. In the other project #235, no bond or interest liability remains.

SCHEDULE V

SPECIAL ASSESSMENT FUNDS
June 30, 1957

Recommended Public Benefit Prepayments

Projects	Principal Total of Installments	Interest One year @ 5%	Total
213 S. Central Pavement	\$ 4,069.62	\$ 203.48	\$ 4,273.10
214 Lynn & Water	1,696.32	84.82	1,781.14
219 Crystal Lake Dr. C&G	3,040.02	152.00	3,192.02
220 Wab. Ave. & Anderson	1,500.00	75.00	1,575.00
231 Fla. Ave. & Pleasant	2,039.20	101.96	2,141.16
232 S. Lynn St. Pavement	2,260.00	113.00	2,373.00
234 Franklin St. Imp.	1,733.60	86.68	1,820.28
266 E. Penn. Sidewalk	402.63	18.45(A)	421.08
Totals.	<u>\$16,741.39</u>	<u>\$ 835.39</u>	<u>\$ 17,576.78</u>

COMMENT:

If the City Council chooses not to prepay this full total, the best choice for omission from the prepayment list would be #231 Fla. Ave. & Pleasant since it is in the best financial condition.

Balance of the Public Benefit Account after these prepayments would be about \$2,400.00. This seems sufficient for meeting public benefit installments on the other projects not prepaid considering that tax money will be collected within the next two or three months.

(A) Interest on #266 is from 2/1/57 only, the date of the first voucher. This is the only new project in the group. The others have been running for five or more years.

SCHEDULE VI

SPECIAL ASSESSMENT FUNDS
June 30, 1957

Recommended Loans from General Bond Issue
of 1936 Fund to Sinking Funds

<u>Projects</u>	<u>Recommended Loan</u>	<u>Remarks</u>
--- Church St. Sidewalk	\$ 732.31 (A)	This will enable call of all remaining bonds.
--- Anderson St. Sidewalk	500.00	This will enable call of all remaining bonds.
214 Lynn & Water	700.00	This will enable call of all remaining bonds if public benefit is also prepaid.
216 Southeast Lighting	1,400.00	This will enable call of all remaining bonds.
218 East Park St. C&G	2,200.00	This will enable call of all remaining bonds.
221 S. Webber St. Lights.	650.00	This will enable call of all remaining bonds.
232 S. Lynn St. Pavement	200.00	This will enable call of all remaining bonds if public benefit is also prepaid.
234 Franklin St.	1,000.00	This will enable call of all remaining bonds if public benefit is also prepaid.
243 College Place	300.00	This will enable call of all remaining bonds.
244 N. Cott. Grove	600.00	This will enable call of a \$1600 par bond.
256 Wal. St. SS	<u>100.00</u>	This will enable call of all remaining bonds if parking system also prepays its install.owing
Total	<u>\$ 8,382.31</u>	

(A) Of this \$732.31 only \$600 is a loan, the balance being a re-payment of \$132.31 which was erroneously deposited in the General Bond Issue bank account.

SCHEDULE VII

DUE FROM PARKING SYSTEM FUNDS

In connection with Project #256, Walnut St. SS, assessments were made as follows:

Luker Lot	\$ 137.50
Legion Lot	68.75
Total	<u>\$ 206.25</u>
Interest from 8/23/55	
@ 5%	20.63
Total due to date	<u><u>\$ 226.88</u></u>

The timing of the project was such that liability would seem to be against the city rather than against the previous property owners.

It is recommended that above amount be paid immediately from the Off-Street Parking System Construction Fund. (As a subsidiary recommendation related to the audit of the parking system recently completed, it would seem that above is the one remaining construction obligation. Therefore, it is suggested that any remaining balance after above amount is paid be transferred to the Motor Vehicle Parking System Revenue Fund. Mr. Hickman, the system's bookkeeper will be able to give the information as to the balance available for transfer.)

CONCLUSION:

If there are any questions related to the above recommendations we will be glad to answer them. We wish to repeat that the amounts in the above schedules are audited amounts. We are giving them in this form in order to expedite resolutions and other action related to bond calls since our audit report will not be available in printed form until two or three weeks from this date.

Respectfully submitted,



Gerald D. Brighton
Certified Public Accountant