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*Mark Sheldon*  
CHAMPAIGN COUNTY CLERK

**URBANA TOWNSHIP**  
Urbana, Illinois

**Annual Financial Report**

**For the Year Ended March 31, 2006**

# URBANA TOWNSHIP

Urbana, Illinois

Annual Financial Report  
For the Year Ended March 31, 2006

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June 2, 2006

Honorable Supervisor and  
Board of Trustees  
Urbana Township  
Urbana, Illinois

**Independent Auditor's Report**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Urbana Township, Urbana, Illinois (the Township) as of and for the year ended March 31, 2006, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of Urbana Township. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Urbana Township as of March 31, 2006, and the respective changes in financial position, where applicable, thereof for the year then ended in conformity with the accounting principles generally accepted in the United States of America.

The management's discussion and analysis and required supplementary information on pages 2 through 7 and 22 through 28 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Urbana Township's basic financial statements. The accompanying supplementary schedules on pages 29 through 31 are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The supplementary schedules on pages 29 through 31 have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

  
BRAY, DRAKE, LILES & RICHARDSON LLP

## URBANA TOWNSHIP

### Management's Discussion and Analysis

March 31, 2006

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As management of the Urbana Township, we offer readers of these financial statements this narrative overview and analysis of the financial activities of the Urbana Township for the fiscal year ended March 31, 2006.

#### Financial Highlights

- The assets of Urbana Township exceeded its liabilities at the close of the most recent fiscal year by \$1,617,326 (*net assets*). Of this amount, \$1,245,709 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The Township's total net assets increased by \$36,849.
- As of the close of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$922,063, a decrease of \$10,090. This entire amount, \$922,063, is *available for spending* at the government's discretion (*unreserved fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$223,891, or 158% of total general fund expenditures.

#### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Township's basic financial statements. The Township's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the Township's finances, in a manner similar to a private-sector business.

- The *statement of net assets* presents information on all of the Township's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Township is improving or deteriorating.
- The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets

are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.*

The governmental activities of the Township include general government, health and welfare, culture and recreation, and highways and bridges.

The government-wide financial statements can be found on pages 8-9 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Township, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Township maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, General Assistance Fund, Road and Bridge Fund, Permanent Road Fund, and the Building and Equipment Fund, all of which are considered to be major funds.

The Township adopts an annual appropriated budget for all of its funds. Budgetary comparison statements have been provided for all major funds to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 10-11 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund

financial statements. The notes to the financial statements can be found on pages 12-21 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the Township's Budgetary Comparison Schedule's for its major funds. Required supplementary information can be found on pages 22-28 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented after the notes to the financial statements. Combining fund statements and schedules can be found on pages 29-30 of this report.

### Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Township, assets exceeded liabilities by \$1,617,326 at the close of the most recent fiscal year.

A portion of the Township's net assets (22 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Township uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Township's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The following table reflects the condensed Statement of Net Assets.

#### Urbana Township's Net Assets

	<u>March 31, 2006</u>	<u>March 31, 2005</u>
Current and other assets	\$1,252,013	\$1,273,907
Capital assets, net of accumulated depreciation	<u>371,617</u>	<u>321,461</u>
Total assets	<u>\$1,623,630</u>	<u>\$1,595,368</u>
Current-term liabilities	<u>\$ 6,304</u>	<u>\$ 14,891</u>
Total liabilities	<u>\$ 6,304</u>	<u>\$ 14,891</u>
Net Assets:		
Invested in capital assets	\$ 371,617	\$ 321,461
Unrestricted	<u>1,245,709</u>	<u>1,259,016</u>
Total net assets	<u>\$1,617,326</u>	<u>\$1,580,477</u>

**Governmental Activities.** Governmental activities increased the Township's net assets by \$36,849. For the most part, increases in expenses and revenues closely paralleled inflation and growth in the demand for services.

The following table summarizes the revenues and expenses of the Township's activities:

**Urbana Township's Changes in Net Assets**

	<u>March 31, 2006</u>	<u>March 31, 2005</u>
<b>Revenues:</b>		
Program revenues		
Charges for services	\$ 9,754	\$ 7,014
State of Illinois grant revenue	3,828	37,150
General revenues:		
Property taxes	424,523	524,298
Replacement taxes	54,042	40,623
Property taxes from City of Urbana	61,577	61,077
Interest income	26,767	11,159
Miscellaneous income	<u>2,992</u>	<u>23,801</u>
Total revenues	<u>583,483</u>	<u>705,122</u>
<b>Expenses:</b>		
General government	143,334	132,333
Highways and streets	372,045	392,984
Health and welfare	<u>31,255</u>	<u>26,526</u>
Total expenses	<u>546,634</u>	<u>551,843</u>
Increase in net assets	36,849	153,279
Net assets, beginning	<u>1,580,477</u>	<u>1,427,198</u>
Net assets, ending	<u>\$1,617,326</u>	<u>\$1,580,477</u>

Revenues for the Township are generated from a number of different sources and for the most part are dependent on different financial factors. The majority of revenue is derived from property taxes, which provides long-term stability.

Highways and streets expenses constituted the largest single category of expense within governmental activities totaling \$372,045, or 68 percent of total expenses of \$546,634. General Government expenses were next largest at \$143,334 or 26 percent of total expenses.

**Financial Analysis of the Government's Funds**

As noted earlier, the Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

*Governmental funds.* The focus of the Township's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Township's financing requirements. In particular,

*unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$922,063. This entire amount constitutes *unreserved, undesignated fund balance*, which is available for spending at the government's discretion.

The General Fund is the chief operating fund of the Township. At the end of the current fiscal year, unreserved fund balance and total fund balance of the general fund was \$223,891 as there was no amount held in reserve. Unreserved fund balance represents 158 percent of total general fund expenditures.

The fund balance of the Township's General Fund increased by \$10,698 during the current fiscal year. The reason for this increase is an increase in the amount of State of Illinois replacement taxes and interest income received during the year.

The fund balance of the General Assistance Fund increased by \$7,332 during the current fiscal year. The reason for this increase is due to assistance expenditures being less than fund revenues.

The fund balance of the Road and Bridge Fund decreased by \$32,457 during the current fiscal year. The reason for this decrease is we purchased a new endloader during the year.

The fund balance of the Permanent Road Fund decreased by \$27,873 during the current fiscal year. The reason for this decrease is we purchased a new endloader during the year.

The fund balance of the Building and Equipment Fund increased by \$28,470 during the current fiscal year. The reason for this increase is we had fewer capital projects during the year.

### **General Fund Budgetary Highlights**

- During the year there was no change in appropriations between the original and final budget.

At the end of the year there was an excess of expenditures over revenues of \$44,500.

### **Capital Asset Administration**

**Capital assets.** The Township's investment in capital assets for its governmental activities as of March 31, 2006, amounts to \$371,617 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, and vehicles. Following is a Statement of Capital Assets, net of depreciation (in thousands):

	<u>March 31, 2006</u>	<u>March 31, 2005</u>
Land	\$ 35,000	\$ 35,000
Buildings	68,137	72,156
Equipment	<u>268,480</u>	<u>214,305</u>
Total	<u>\$371,617</u>	<u>\$321,461</u>

Additional information on the Township's capital assets can be found in Note 2.B. in the Notes to Basic Financial Statements of this report.

### **Economic Factors and Next Year's Budgets and Rates**

The main campus of the University of Illinois lies in the center of Champaign County and it provides a great deal of stability to the area's economy, as the University is the area's largest employer (with over 20,000 employees), and is a major purchaser of various goods and services. This stability helps make Township's revenues more stable than many other counties'. Our main tax base from an assessment standpoint is residential home. We also have tax caps in this county, so our increase in the levy will be limited by the cap.

### **Requests for Information**

This financial report is designed to provide a general overview of the Township's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Township.

**URBANA TOWNSHIP**  
Urbana, Illinois

**Statement of Net Assets**  
March 31, 2006

	<b><u>Governmental Activities</u></b>
<b><u>ASSETS</u></b>	
Cash and cash equivalents	\$ 832,579
Due from Champaign County	416,042
Prepaid insurance	3,392
Land	35,000
Other capital assets, net of accumulated depreciation	<u>336,617</u>
Total assets	<u>1,623,630</u>
 <b><u>Liabilities:</u></b>	
Accounts payable	<u>6,304</u>
Total liabilities	<u>6,304</u>
 <b><u>Net Assets:</u></b>	
Invested in capital assets	371,617
Unreserved	<u>1,245,709</u>
Total net assets	<u>\$ 1,617,326</u>

## URBANA TOWNSHIP

Urbana, Illinois

**Statement of Activities**

For the Year Ended March 31, 2006

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Governmental activities:				
General government	\$ 143,334	\$ -	\$ -	\$ (143,334)
Highways and streets	372,045	9,754	3,828	(358,463)
Health and welfare	<u>31,255</u>	<u>-</u>	<u>-</u>	<u>(31,255)</u>
Total governmental activities	<u>\$ 546,634</u>	<u>\$ 9,754</u>	<u>\$ 3,828</u>	<u>(533,052)</u>

**General revenues:**

Taxes:	
Property taxes	424,522
Replacement taxes	54,042
Property taxes from City of Urbana	61,577
Interest income	26,768
Miscellaneous income	<u>2,992</u>
Total general revenues	<u>569,901</u>
Change in net assets	36,849
Net assets, beginning	<u>1,580,477</u>
Net assets, ending	<u>\$ 1,617,326</u>

**URBANA TOWNSHIP**  
Urbana, Illinois

**Balance Sheet**  
**Governmental Funds**  
March 31, 2006

	<u>General Fund</u>	<u>General Assistance Fund</u>	<u>Road &amp; Bridge Fund</u>	<u>Permanent Road Fund</u>	<u>Building and Equipment Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b><u>ASSETS</u></b>							
Cash and cash equivalents	\$ 200,968	\$ 115,475	\$ 253,898	\$ 115,888	\$ 109,752	\$ 36,598	\$ 832,579
Due from Champaign County	108,998	29,017	119,298	131,685	24,989	2,055	416,042
Due from other funds	-	-	-	-	-	-	-
Prepaid insurance	<u>1,391</u>	<u>-</u>	<u>2,001</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,392</u>
Total assets	<u>\$ 311,357</u>	<u>\$ 144,492</u>	<u>\$ 375,197</u>	<u>\$ 247,573</u>	<u>\$ 134,741</u>	<u>\$ 38,653</u>	<u>\$ 1,252,013</u>
<b><u>LIABILITIES AND FUND EQUITIES</u></b>							
<b><u>Liabilities:</u></b>							
Accounts payable	\$ 2,520	\$ 306	\$ 2,093	\$ 1,385	\$ -	\$ -	\$ 6,304
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	<u>84,946</u>	<u>22,615</u>	<u>92,380</u>	<u>102,629</u>	<u>19,474</u>	<u>1,602</u>	<u>323,646</u>
Total fund balances	<u>87,466</u>	<u>22,921</u>	<u>94,473</u>	<u>104,014</u>	<u>19,474</u>	<u>1,602</u>	<u>329,950</u>
<b><u>Fund balances:</u></b>							
Unreserved	223,891	121,571	280,724	143,559	115,267	-	885,012
Unreserved, reported in nonmajor special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,051</u>	<u>37,051</u>
Total fund balances	<u>223,891</u>	<u>121,571</u>	<u>280,724</u>	<u>143,559</u>	<u>115,267</u>	<u>37,051</u>	<u>922,063</u>
Total liabilities and fund balances	<u>\$ 311,357</u>	<u>\$ 144,492</u>	<u>\$ 375,197</u>	<u>\$ 247,573</u>	<u>\$ 134,741</u>	<u>\$ 38,653</u>	

**Reconciliation to Statement of Net Assets:**

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities of \$893,282, net of accumulated depreciation of \$521,665, are not financial resources and, therefore, are not reported in the funds.

371,617

Some liabilities, including capital debt obligations payable, are not due and payable in the current period and therefore are not reported in the funds.

323,646

Net assets of governmental activities

\$ 1,617,326

## URBANA TOWNSHIP

Urbana, Illinois

**Statement of Revenues, Expenditures and Changes in Fund Balances-  
Governmental Funds**

For the Year Ended March 31, 2006

	General Fund	General Assistance Fund	Road & Bridge Fund	Permanent Road Fund	Building and Equipment Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>							
Property taxes	\$ 113,879	\$ 30,160	\$ 123,197	\$ 132,419	\$ 25,987	\$ 2,097	\$ 427,739
Replacement income tax	14,701	-	39,341	-	-	-	54,042
Property taxes from City of Urbana	16,626	4,310	17,857	18,473	3,695	616	61,577
Interest income	6,577	3,332	8,640	4,009	3,145	1,065	26,768
Grants - State of Illinois	-	-	-	-	-	3,828	3,828
Fines	-	-	9,754	-	-	-	9,754
Miscellaneous	494	785	1,713	-	-	-	2,992
Total revenues	<u>152,277</u>	<u>38,587</u>	<u>200,502</u>	<u>154,901</u>	<u>32,827</u>	<u>7,606</u>	<u>586,700</u>
<b>Expenditures:</b>							
Current							
General government	139,521	-	-	-	-	-	139,521
Highways and streets	-	-	183,953	122,536	557	3,866	310,912
Health and welfare	-	31,255	-	-	-	-	31,255
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay	2,058	-	49,006	60,238	3,800	-	115,102
Total expenditures	<u>141,579</u>	<u>31,255</u>	<u>232,959</u>	<u>182,774</u>	<u>4,357</u>	<u>3,866</u>	<u>596,790</u>
Excess (deficiency) of revenues over expenditures	<u>10,698</u>	<u>7,332</u>	<u>(32,457)</u>	<u>(27,873)</u>	<u>28,470</u>	<u>3,740</u>	<u>(10,090)</u>
Net change in fund balances	10,698	7,332	(32,457)	(27,873)	28,470	3,740	(10,090)
Fund balances, beginning	<u>213,193</u>	<u>114,239</u>	<u>313,181</u>	<u>171,432</u>	<u>86,797</u>	<u>33,311</u>	<u>932,153</u>
Fund balances, ending	<u>\$ 223,891</u>	<u>\$ 121,571</u>	<u>\$ 280,724</u>	<u>\$ 143,559</u>	<u>\$ 115,267</u>	<u>\$ 37,051</u>	<u>\$ 922,063</u>
<b>Reconciliation to the Statement of Activities:</b>							
Net change in fund balances - total governmental funds							\$ (10,090)
Amounts reported for governmental activities in the Statement of Activities are different because:							
Governmental funds report capital outlays as expenditures while government activities report depreciation expense to allocate those expenditures over the life of the assets:							
Capital asset purchases capitalized							108,566
Depreciation expense							(58,410)
Some revenues in the statement of activities do not provide current financial resources are not reported as revenues in the funds.							
							(3,217)
							<u>46,939</u>
Change in Net Assets of Governmental Activities							<u>\$ 36,849</u>

**URBANA TOWNSHIP**  
**Urbana, Illinois**

**Notes to Basic Financial Statements**  
March 31, 2006

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

As discussed further in Note 1.C., these financial statements conform to generally accepted accounting principles (GAAP) as applicable to governments. Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

**1.A. FINANCIAL REPORTING ENTITY**

The Township's financial reporting entity is composed of the following:

Primary Government:	Urbana Township
Blended Component Unit:	Urbana Township Road District

In determining the financial reporting entity, the Township complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

**BLENDED COMPONENT UNIT**

A blended component unit is a separate legal entity that meets the component unit criteria. In addition, the blended component unit's governing body is the same or substantially the same as the Township Board of Trustees or the component unit provides services entirely to the Township. The component unit's funds are blended into those of the Township by appropriate fund type to constitute the primary government presentation. The blended component unit is presented below:

<i>Component Unit</i>	<i>Brief Description</i>	<i>Funds Included In</i>
Urbana Township Road District	Created to maintain the roads of the Township	Road & Bridge, Permanent Road Building & Equipment and Joint Bridge

**1.B. BASIS OF PRESENTATION**

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

**FUND FINANCIAL STATEMENTS**

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary and fiduciary funds. The Township presently has no proprietary or fiduciary funds. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the Township or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

**URBANA TOWNSHIP**  
**Urbana, Illinois**

**Notes to Basic Financial Statements – (continued)**

March 31, 2006

**1.B. BASIS OF PRESENTATION (continued)**

**FUND FINANCIAL STATEMENTS (continued)**

The funds of the financial reporting entity are described below:

**Governmental Funds**

**General Town Fund**

The General Town Fund is the primary operating fund of the Township and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

**Special Revenue Funds**

Special Revenue Funds are used to account for the proceeds of the specific revenue sources that are either legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the Township. The reporting entity includes the following special revenue funds:

<u>Fund</u>	<u>Brief Description</u>
General Assistance Fund	Accounts for revenues received and expenditures paid for financial assistance for needy Township residents.
Road & Bridge Fund	Accounts for revenues and expenditures for Township road maintenance.
Permanent Road Fund	Accounts for revenues and expenditures for Township road maintenance.
Building & Equipment Fund	Accounts for revenues and expenditures for purchase of new capital items.
Joint Bridge Fund	Accounts for revenues and expenditures for maintenance of the Township's bridge system.
DCOE Grant Funds	Accounts for revenues and expenditures for the State of Illinois Department of Commerce and Economic Opportunity grant.

**URBANA TOWNSHIP**  
**Urbana, Illinois**

**Notes to Basic Financial Statements – (continued)**

March 31, 2006

**1.C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

Measurement focus is a term used to describe “how” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

**MEASUREMENT FOCUS**

In the government-wide Statement of Net Assets and the Statement of Activities, governmental activities are presented using the economic resources measurement focus, using the accrual basis method of accounting. On this basis, revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with GASB Statement 33. Property taxes are recognized as revenue in the year for which the taxes are levied. Grants are recognized as revenue when eligibility requirements are met, such as allowable costs having been incurred.

**Governmental Funds**

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus, as applied to the modified accrual basis of accounting, is used as appropriate:

On this basis, all material sources of revenue are recognized when they become measurable and available. “Available” is defined as collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For the Township, this translates to 60 days after the end of the fiscal year. Major sources of revenue susceptible to accrual include property taxes, sales taxes, income taxes, personal property replacement taxes, other intergovernmental revenues, charges for services and investment interest.

Material amounts of expenditures are recognized when the liability is incurred. Exceptions include: principal and interest on long-term debt, which is recognized when due.

**1.D. ASSETS, LIABILITIES, AND EQUITY**

**CASH AND CASH EQUIVALENTS**

For the purpose of financial reporting, “cash and cash equivalents” includes all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of three months or less. Trust account investments in open-ended mutual fund shares are also considered cash equivalents.

**CAPITAL ASSETS**

The Township’s GAAP basis of accounting reports capital assets and reports depreciation where appropriate. The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations and whether they are reported in the government-wide or fund financial statements.

URBANA TOWNSHIP  
Urbana, Illinois

Notes to Basic Financial Statements – (continued)  
March 31, 2006

1.D. ASSETS, LIABILITIES, AND EQUITY (continued)

Government-Wide Statements

Governmental Activities

In the government-wide financial statements, capital assets are accounted for as assets in the Statement of Net Assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to May 1, 2004. Prior to May 1, 2004, governmental funds' infrastructure assets were not capitalized.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$2,500 is used to report equipment capital assets, \$10,000 for building capital assets and \$50,000 for road improvement capital assets. The range of estimated useful lives by type of asset is as follows:

Buildings	40 years
Improvements other than buildings	20 years
Machinery, furniture, and equipment	5-7 years
Vehicles	5-7 years
Infrastructure	40 years

In the fund financial statements, capital assets acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

LONG-TERM DEBT

All long-term debt to be repaid from governmental is reported as liabilities in the government-wide statements.

Long-term debt of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures.

Fund Financial Statements

EQUITY CLASSIFICATION

Government-Wide Statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt-Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

**URBANA TOWNSHIP  
Urbana, Illinois**

**Notes to Basic Financial Statements – (continued)**

March 31, 2006

**1.D. ASSETS, LIABILITIES, AND EQUITY (continued)**

**EQUITY CLASSIFICATION (continued)**

**Government-Wide Statements (continued)**

- b. Restricted net assets-Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets-All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

It is the Township’s policy to first use restricted net assets prior to the use of unrestricted net assets when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

**Fund Financial Statements**

Governmental fund equity is classified as fund balance.

**1.E. REVENUES, EXPENDITURES, AND EXPENSES**

**PROGRAM REVENUES**

In the Statement of Activities, revenues that are derived directly from each activity or from parties outside the Township’s taxpayers are reported as program revenues. The Township has the following program revenues:

- General government
- Police fines

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

**1.F. INTERNAL AND INTERFUND BALANCES AND ACTIVITIES**

In the process of aggregating the financial information for the government-wide Statement of Net Assets and Statement of Activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

**FUND FINANCIAL STATEMENTS**

Interfund activity, if any, within the governmental fund categories is reported as follows in the fund financial statements:

- 1. Interfund loans-Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
- 2. Interfund services-Sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.

**URBANA TOWNSHIP**  
**Urbana, Illinois**

**Notes to Basic Financial Statements – (continued)**

March 31, 2006

**1.F. INTERNAL AND INTERFUND BALANCES AND ACTIVITIES (continued)**

**FUND FINANCIAL STATEMENTS (continued)**

3. Interfund reimbursements-Repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.
4. Interfund transfers-Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal balances-Amounts reported in the fund financial statements are interfund receivables and payables are eliminated in the governmental activities columns of the Statement of Net Assets.
2. Internal activities-Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

**1.G. PROPERTY TAXES**

Property taxes are levied and attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December 31 of the subsequent year (by passage of the Tax Levy Ordinance). The 2005 tax levy was adopted by the Board on November 8, 2005. Tax bills are prepared by the County and issued on or about May 1, and are payable in two installments, on or about June 1, and September 1. The Township receives significant distributions of taxes approximately one month after these due dates. No provision has been made for delinquent property taxes since in past years the amount has been immaterial. In the governmental funds, property taxes are recorded as receivables and deferred revenues at the time the tax levy attaches as an enforceable lien on January 1. The Township has recognized \$326,654 from the 2004 tax levy in these financial statements. The remainder of property taxes recognized is from the 2005 tax levy (\$91,630) and from prior tax year levies.

**1.H. USE OF ESTIMATES**

The preparation of financial statements in conformity accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

**1.I. PREPAID ITEMS**

In governmental funds, prepaid expenditures/expenses are deferred and expensed over the term when the services are received.

**URBANA TOWNSHIP**  
**Urbana, Illinois**

**Notes to Basic Financial Statements – (continued)**

March 31, 2006

**NOTE 2. DETAIL NOTES-TRANSACTION CLASSES/ACCOUNTS**

The following notes present detail information to support the amounts reported in the basic financial statements for its various assets, liabilities, equity, revenues, and expenditures/expenses.

**2.A. DEPOSITS**

A summary of deposits and investments at March 31, 2006 is shown below.

<u>DEPOSITS</u>	<u>Asset Account Carrying Amounts</u>		<u>Total</u>	<u>Bank Balances</u>
	<u>Cash</u>	<u>Investments</u>		
Demand deposits	\$53,570	\$ 0	\$ 53,570	\$ 59,005
Illinois Funds	9	0	9	9
Certificates of deposit:				
Up to 3 months maturity	<u>0</u>	<u>779,000</u>	<u>779,000</u>	<u>779,000</u>
Total deposits	<u>\$53,579</u>	<u>\$779,000</u>	<u>\$832,579</u>	<u>\$838,014</u>

**CUSTODIAL CREDIT RISK**

Deposits are subject to custodial credit risk if uninsured and uncollateralized or covered by collateral that is not in the Township's name. It is the Township's policy to require collateral for deposit balances above FDIC insurance coverage; at March 31, 2006, none of the Township's deposits were uncollateralized.

Investment pools (Illinois Funds) are not subject to custodial credit risk, because they are not evidenced by securities that exist in physical or book entry form.

**CREDIT RATING RISK**

Investments are subject to credit rating risk for all debt securities, whether held directly or indirectly (through investment pools, mutual funds or money market funds). The Illinois Funds investment pools were rated AAAM by Standard & Poor's as of September 30, 2005. The Township does not have a policy regarding credit rating risk.

**CONCENTRATION RISK**

Investments are subject to concentration risk when 5% or more of the total are in securities of a single issuer. At March 31, 2006, the Township did not have any investments that met this criterion. The Township does not have a policy regarding concentration of risk.

**INTEREST RATE RISK**

Investments are subject to a decline in fair value due to fluctuating market interest rates. Interest rate risk is minimized by having maturities of less than 1 year for all of the Township's investments. The Township does not have a policy regarding interest rate risk.

**URBANA TOWNSHIP**  
**Urbana, Illinois**

**Notes to Basic Financial Statements – (continued)**

March 31, 2006

**2.A. CASH AND INVESTMENTS (continued)**

**DEPOSITS**

Investments are limited by Public Funds Investment Act of the State of Illinois to the following:

- Bonds, notes, certificates of indebtedness, treasury bills which are guaranteed by the full faith and credit of the United States of America as to principal and interest.
- Bonds, notes, debentures or similar obligations of the United States of America or its agencies.
- Interest-bearing savings, certificates of deposit, or time deposits of any bank as defined by the Illinois Banking Act.
- Short term obligations of corporations organized in the U.S. with assets exceeding \$500,000,000 and other specified criteria.
- Money market mutual funds registered under the Investment Company Act of 1940 provided the portfolio is limited to obligations described in points 1 and 2 above.
- Federal National Mortgage Association
- Public Treasurers' Investment Pools
- Repurchase agreements of government securities within the meaning of the Government Securities Act of 1986.

**2.B. CAPITAL ASSETS**

A summary of capital assets related to governmental activities is presented below:

	<i>Balance at</i> <i>April 1, 2005</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance at</i> <i>March 31, 2006</i>
<i>Governmental activities:</i>				
Capital assets not being depreciated:				
Land	\$ 35,000	\$ 0	\$ 0	\$ 35,000
Other capital assets:				
Buildings	178,600	0	0	178,600
Machinery and equipment	650,451	117,381	88,150	679,682
Total other capital assets	<u>829,051</u>	<u>117,381</u>	<u>88,150</u>	<u>858,282</u>
Less accumulated depreciation for:				
Buildings	\$106,444	\$ 4,019	\$ 0	\$ 110,463
Machinery and equipment	436,146	54,391	79,335	411,202
Total accumulated depreciation	<u>542,590</u>	<u>58,410</u>	<u>79,335</u>	<u>521,665</u>
Other capital assets, net	<u>286,461</u>	<u>58,971</u>	<u>8,815</u>	<u>336,617</u>
Governmental activities capital assets, net	<u>\$321,461</u>	<u>\$58,971</u>	<u>\$ 8,815</u>	<u>\$371,617</u>

Depreciation expense was charged to functions as follows in the Statement of Activities:

Governmental Activities:	
General government	\$ 1,755
Highways and streets	56,655
Total depreciation expense for governmental activities	<u>\$58,410</u>

**URBANA TOWNSHIP**  
**Urbana, Illinois**

**Notes to Basic Financial Statements – (continued)**

March 31, 2006

**NOTE 3. OTHER NOTES**

**3.A. DEFINED BENEFIT PENSION PLAN**

Plan Description:

The Township's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent-multiple pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at [www.imrf.org/pubs/pubs\\_homepage.htm](http://www.imrf.org/pubs/pubs_homepage.htm) or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required contribute 4.50 % of their annual covered salary. The member rate is established by state statute. The Township is required to contribute at an actuarially determined rate. The employer rate for calendar year 2005 was 7.47 % of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 27 years.

For December 31, 2005, the Township's annual pension cost of \$11,379 was equal to the Township's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

**TREND INFORMATION**

<b>Actuarial Valuation Date</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation</b>
12/31/05	\$11,379	100%	\$0
12/31/04	10,625	100%	0
12/31/03	6,044	100%	0
12/31/02	9,586	100%	0
12/31/01	12,399	100%	0
12/31/00	13,096	100%	0
12/31/99	13,897	100%	0
12/31/98	13,383	100%	0
12/31/97	14,829	100%	0
12/31/96	16,662	100%	0
12/31/95	14,575	100%	0

**URBANA TOWNSHIP**  
**Urbana, Illinois**

**Notes to Basic Financial Statements – (continued)**  
March 31, 2006

**NOTE 3. OTHER NOTES (continued)**

**3.B. RISK MANAGEMENT**

The Township is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters.

The Township manages these various risks of loss as follows:

<i>Type of Loss</i>	<i>Method Managed</i>	<i>Risk of Loss Retained</i>
a. Torts, errors, and omissions	Membership in Risk Management Pool	None
b. Workers compensation, health and life	Membership in Risk Management Pool	None
c. Physical property loss and natural disasters	Membership in Risk Management Pool	None

Management believes such coverage is sufficient to preclude any significant uninsured losses to the Township. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

**3.C. MOTOR FUEL TAX ALLOTMENT**

Under current procedures, the allotments of the Township are being received from the State of Illinois each month. These allotments, however, may be expended only for specific projects that have been approved each month by the Department of Transportation, State of Illinois.

**3.D. REVENUES DUE FROM STATE AND COUNTY GOVERNMENTS**

The following is a breakdown of the amounts due from County governments in both the government-wide and governmental fund financial statements at March 31, 2006:

<u>Champaign County:</u>	
Property taxes	\$415,277
Traffic fines	<u>765</u>
Total	<u>\$416,042</u>

**3.E. EXPENDITURES OVER APPROPRIATIONS**

For the fiscal year ended March 31, 2006, the Township did not have any expenditures over the legal appropriation limits.

**Required Supplementary Information**

**URBANA TOWNSHIP**  
Urbana, Illinois

**REQUIRED SUPPLEMENTARY INFORMATION**  
Schedule of Funding Progress - Illinois Municipal Retirement Fund  
March 31, 2006

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) --Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
12/31/05	\$481,146	\$451,901	\$(29,245)	106.47%	\$152,333	0.00%
12/31/04	430,347	412,641	(17,706)	104.29%	147,564	0.00%
12/31/03	401,144	371,323	(29,821)	108.03%	142,222	0.00%
12/31/02	376,573	336,856	(39,717)	111.79%	138,128	0.00%
12/31/01	399,801	341,874	(57,927)	116.94%	154,597	0.00%
12/31/00	347,256	303,382	(43,874)	114.46%	155,172	0.00%
12/31/99	288,413	276,167	(12,246)	104.43%	143,713	0.00%
12/31/98	216,931	225,046	8,115	96.39%	132,636	6.12%
12/31/97	165,680	205,480	39,800	80.63%	127,734	31.16%
12/31/96	110,797	156,381	45,584	70.85%	141,411	32.24%

On a market value basis, the actuarial value of assets as of December 31, 2005 is \$487,025. On a market basis, the funded ratio would be 107.77%.

***\*Digest of Changes:***

The actuarial assumptions used to determine the actuarial accrued liability for 2005 are based on the 2002-2004 Experience Study. The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- For Regular members, fewer normal and early retirements are expected to occur.

**URBANA TOWNSHIP**  
Urbana, Illinois

**Budgetary Comparison Schedule - General Fund**  
For the Year Ended March 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Property taxes	\$ 113,000	\$ 113,000	\$ 113,879	\$ 879
Replacement taxes	12,000	12,000	14,701	2,701
Property taxes from City of Urbana	16,000	16,000	16,626	626
Interest income	3,000	3,000	6,577	3,577
Grants - State of Illinois	-	-	-	-
Miscellaneous	6,000	6,000	494	(5,506)
Total revenues	<u>150,000</u>	<u>150,000</u>	<u>152,277</u>	<u>2,277</u>
<b><u>Expenditures:</u></b>				
Current				
General government	189,500	189,500	139,521	49,979
Highways and streets	-	-	-	-
Health and welfare	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	5,000	5,000	2,058	2,942
Total expenditures	<u>194,500</u>	<u>194,500</u>	<u>141,579</u>	<u>52,921</u>
Excess (deficiency) of revenues over expenditures	<u>(44,500)</u>	<u>(44,500)</u>	<u>10,698</u>	<u>55,198</u>
Net change in fund balance	(44,500)	(44,500)	10,698	55,198
Fund balances, beginning of the year	<u>240,842</u>	<u>240,842</u>	<u>213,193</u>	<u>(27,649)</u>
Fund balances, end of the year	<u>\$ 196,342</u>	<u>\$ 196,342</u>	<u>\$ 223,891</u>	<u>\$ 27,549</u>

**URBANA TOWNSHIP**  
Urbana, Illinois

**Budgetary Comparison Schedule - General Assistance Fund**  
For the Year Ended March 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Property taxes	\$ 31,000	\$ 31,000	\$ 30,160	\$ (840)
Replacement taxes	-	-	-	-
Property taxes from City of Urbana	5,000	5,000	4,310	(690)
Interest income	2,000	2,000	3,332	1,332
Grants - State of Illinois	-	-	-	-
Miscellaneous	-	-	785	785
Total revenues	<u>38,000</u>	<u>38,000</u>	<u>38,567</u>	<u>587</u>
<b><u>Expenditures:</u></b>				
Current				
General government	-	-	-	-
Highways and streets	-	-	-	-
Health and welfare	66,000	66,000	31,255	34,745
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>66,000</u>	<u>66,000</u>	<u>31,255</u>	<u>34,745</u>
Excess (deficiency) of revenues over expenditures	<u>(28,000)</u>	<u>(28,000)</u>	<u>7,332</u>	<u>35,332</u>
Net change in fund balance	(28,000)	(28,000)	7,332	35,332
Fund balances, beginning of the year	<u>102,821</u>	<u>102,821</u>	<u>114,239</u>	<u>11,418</u>
Fund balances, end of the year	<u>\$ 74,821</u>	<u>\$ 74,821</u>	<u>\$ 121,571</u>	<u>\$ 46,750</u>

**URBANA TOWNSHIP**  
Urbana, Illinois

**Budgetary Comparison Schedule - Road & Bridge Fund**  
For the Year Ended March 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Property taxes	\$ 117,500	\$ 117,500	\$ 123,197	\$ 5,697
Replacement taxes	25,000	25,000	39,341	14,341
Property taxes from City of Urbana	15,000	15,000	17,857	2,857
Interest income	3,000	3,000	8,640	5,640
Fines	7,000	7,000	9,754	2,754
Miscellaneous	<u>3,000</u>	<u>3,000</u>	<u>1,713</u>	<u>(1,287)</u>
Total revenues	<u>170,500</u>	<u>170,500</u>	<u>200,502</u>	<u>30,002</u>
<b><u>Expenditures:</u></b>				
Current				
General government	-	-	-	-
Highways and streets	371,700	371,700	183,953	187,747
Health and welfare	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>60,000</u>	<u>60,000</u>	<u>49,006</u>	<u>10,994</u>
Total expenditures	<u>431,700</u>	<u>431,700</u>	<u>232,959</u>	<u>198,741</u>
Excess (deficiency) of revenues over expenditures	<u>(261,200)</u>	<u>(261,200)</u>	<u>(32,457)</u>	<u>228,743</u>
Net change in fund balance	(261,200)	(261,200)	(32,457)	228,743
Fund balances, beginning of the year	<u>139,906</u>	<u>139,906</u>	<u>313,181</u>	<u>173,275</u>
Fund balances, end of the year	<u>\$ (121,294)</u>	<u>\$ (121,294)</u>	<u>\$ 280,724</u>	<u>\$ 402,018</u>

**URBANA TOWNSHIP**  
Urbana, Illinois

**Budgetary Comparison Schedule - Permanent Road Fund**  
For the Year Ended March 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Property taxes	\$ 119,500	\$ 119,500	\$ 132,419	\$ 12,919
Replacement taxes	-	-	-	-
Property taxes from City of Urbana	16,000	16,000	18,473	2,473
Interest income	2,000	2,000	4,009	2,009
Miscellaneous	-	-	-	-
Total revenues	<u>137,500</u>	<u>137,500</u>	<u>154,901</u>	<u>17,401</u>
<b><u>Expenditures:</u></b>				
Current				
General government	-	-	-	-
Highways and streets	264,500	264,500	122,536	141,964
Health and welfare	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>70,000</u>	<u>70,000</u>	<u>60,238</u>	<u>9,762</u>
Total expenditures	<u>334,500</u>	<u>334,500</u>	<u>182,774</u>	<u>151,726</u>
Excess (deficiency) of revenues over expenditures	<u>(197,000)</u>	<u>(197,000)</u>	<u>(27,873)</u>	<u>169,127</u>
Net change in fund balance	(197,000)	(197,000)	(27,873)	169,127
Fund balances, beginning of the year	<u>113,251</u>	<u>113,251</u>	<u>171,432</u>	<u>58,181</u>
Fund balances, end of the year	<u>\$ (83,749)</u>	<u>\$ (83,749)</u>	<u>\$ 143,559</u>	<u>\$ 227,308</u>

**URBANA TOWNSHIP**  
Urbana, Illinois

**Budgetary Comparison Schedule - Building and Equipment Fund**  
For the Year Ended March 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Property taxes	\$ 24,500	\$ 24,500	\$ 25,987	\$ 1,487
Replacement taxes	-	-	-	-
Property taxes from City of Urbana	3,000	3,000	3,695	695
Interest income	500	500	3,145	2,645
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>28,000</b>	<b>28,000</b>	<b>32,827</b>	<b>4,827</b>
<b><u>Expenditures:</u></b>				
Current				
General government	-	-	-	-
Highways and streets	-	-	557	(557)
Health and welfare	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	35,000	35,000	3,800	31,200
<b>Total expenditures</b>	<b>35,000</b>	<b>35,000</b>	<b>4,357</b>	<b>30,643</b>
Excess (deficiency) of revenues over expenditures	(7,000)	(7,000)	28,470	35,470
<b><u>Other Financing (Uses):</u></b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Capital debt proceeds	-	-	-	-
<b>Total other financing (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net change in fund balance	(7,000)	(7,000)	28,470	35,470
<b>Fund balances, beginning of the year</b>	<b>86,797</b>	<b>86,797</b>	<b>86,797</b>	<b>-</b>
<b>Fund balances, end of the year</b>	<b>\$ 79,797</b>	<b>\$ 79,797</b>	<b>\$ 115,267</b>	<b>\$ 35,470</b>

**URBANA TOWNSHIP**

Urbana, Illinois

**Notes to Budgetary Comparison Schedules**

March 31, 2006

**Budget Law:**

The Township board prepares its annual operating budget under the provisions of the Illinois Municipal Budget Law. In accordance with those provisions, the following process is used to adopt the annual budget:

- a. Prior to the end of the first quarter of the new fiscal year, the Township Supervisor submits to the board a proposed operating budget for the year commencing on January 1.
- b. Public hearings are conducted to obtain citizen comments. At least one public hearing must be held no later than 30 days prior to final approval of the budget.
- c. Subsequent to the public hearings the budget is adopted by the board.

The legal level of control at which expenditures may not legally exceed appropriations is the fund.

**Basis of Accounting**

The budget is prepared on the same modified cash basis of accounting as applied to the governmental funds in the basic financial statements.

## **Supplementary Information**

**URBANA TOWNSHIP**

Urbana, Illinois

**Combining Balance Sheet**  
**Nonmajor Governmental Funds**

March 31, 2006

**SPECIAL REVENUE FUNDS**

	<u>Joint Bridge</u>	<u>DCEO Grant 04-24255</u>	<u>DCEO Grant 05-24256</u>	<u>Total Nonmajor Governmental Funds</u>
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$ 36,136	\$ 250	\$ 212	\$ 36,598
Due from Champaign County	2,055	-	-	2,055
Due from other funds	-	-	-	-
Prepaid insurance	-	-	-	-
Total assets	<u>\$ 38,191</u>	<u>\$ 250</u>	<u>\$ 212</u>	<u>\$ 38,653</u>
 <b><u>LIABILITIES AND FUND BALANCES</u></b>				
<b><u>Liabilities:</u></b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-
Deferred revenue	<u>1,602</u>	-	-	<u>1,602</u>
Total fund balances	<u>1,602</u>	<u>-</u>	<u>-</u>	<u>1,602</u>
 <b><u>Fund Balances:</u></b>				
Unreserved	<u>36,589</u>	<u>250</u>	<u>212</u>	<u>37,051</u>
Total fund balances	<u>36,589</u>	<u>250</u>	<u>212</u>	<u>37,051</u>
Total liabilities and fund balances	<u>\$ 38,191</u>	<u>\$ 250</u>	<u>\$ 212</u>	<u>\$ 38,653</u>

## URBANA TOWNSHIP

Urbana, Illinois

Combining Statement of Revenues, Expenditures and Changes in Fund BalanceNonmajor Governmental Funds

For the Year Ended March 31, 2006

SPECIAL REVENUE FUNDS

	<u>Joint Bridge</u>	<u>DCEO Grant 04-24255</u>	<u>DCEO Grant 05-24256</u>	<u>Total Nonmajor Governmental Funds</u>
<b><u>Revenues:</u></b>				
Property taxes	\$ 2,097	\$ -	\$ -	\$ 2,097
Replacement taxes	-	-	-	-
Property taxes from City of Urbana	616	-	-	616
Interest income	1,064	1	-	1,065
Grants - State of Illinois	-	-	3,828	3,828
Fines	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>3,777</u>	<u>1</u>	<u>3,828</u>	<u>7,606</u>
<b><u>Expenditures:</u></b>				
Current				
General government	-	-	-	-
Highways and streets	-	250	3,616	3,866
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>250</u>	<u>3,616</u>	<u>3,866</u>
Excess (deficiency) of revenues over expenditures	<u>3,777</u>	<u>(249)</u>	<u>212</u>	<u>3,740</u>
<b><u>Other Financing Sources (Uses):</u></b>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	3,777	(249)	212	3,740
Fund balances, beginning	<u>32,812</u>	<u>499</u>	<u>-</u>	<u>33,311</u>
Fund balances, ending	<u>\$ 36,589</u>	<u>\$ 250</u>	<u>\$ 212</u>	<u>\$ 37,051</u>

**URBANA TOWNSHIP**

Urbana, Illinois

**Equalized Assessed Valuations, Tax Rates, Taxes Extended and Collected**

March 31, 2006

<b>Tax Levy Year</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>	<b>2000</b>
<b>Equalized Assessed Valuations</b>	<u>\$ 82,200,367</u>	<u>\$ 77,138,533</u>	<u>\$ 74,629,088</u>	<u>\$ 71,973,675</u>	<u>\$ 71,227,144</u>	<u>\$ 69,463,524</u>
<b>Tax Rates:</b>						
General fund	0.1326	0.1413	0.1461	0.1470	0.1505	0.1484
General assistance fund	0.0353	0.0376	0.0389	0.0391	0.0400	0.0413
Road and bridge fund	0.1442	0.1536	0.1588	0.1600	0.1639	0.1627
Joint bridge	0.0025	0.0026	0.0027	0.0027	0.0028	0.0029
Building and equipment fund	0.0304	0.0324	0.0335	0.0340	0.0348	0.0350
Permanent road fund	<u>0.1602</u>	<u>0.1636</u>	<u>0.1651</u>	<u>0.1631</u>	<u>0.1670</u>	<u>0.1670</u>
	<u>0.5052</u>	<u>0.5311</u>	<u>0.5451</u>	<u>0.5459</u>	<u>0.5590</u>	<u>0.5573</u>
<b>Tax Extensions:</b>						
General fund	\$ 108,998	\$ 108,997	\$ 109,033	\$ 105,801	\$ 107,197	\$ 103,084
General assistance fund	29,017	29,004	29,031	28,142	28,491	28,688
Road and bridge fund	118,533	118,485	118,511	115,158	116,741	113,017
Joint bridge	2,055	2,006	2,015	1,943	1,994	2,015
Building and equipment fund	24,989	24,993	25,001	24,471	24,787	24,312
Permanent road fund	<u>131,685</u>	<u>126,199</u>	<u>123,213</u>	<u>117,389</u>	<u>118,949</u>	<u>116,004</u>
	<u>\$ 415,277</u>	<u>\$ 409,684</u>	<u>\$ 406,804</u>	<u>\$ 392,904</u>	<u>\$ 398,159</u>	<u>\$ 387,120</u>
<b>Tax Collections:</b>						
General fund	\$ 24,052	\$ 108,938	\$ 108,432	\$ 104,861	\$ 106,934	\$ 98,221
General assistance fund	6,401	28,993	28,876	27,939	28,426	26,000
Road and bridge fund	26,153	118,419	117,866	114,443	116,458	106,824
Joint bridge	453	2,007	1,997	1,927	1,990	1,892
Building and equipment fund	5,515	24,981	24,864	24,309	24,726	22,679
Permanent road fund	<u>29,056</u>	<u>126,133</u>	<u>122,536</u>	<u>116,590</u>	<u>118,659</u>	<u>109,804</u>
	<u>\$ 91,630</u>	<u>\$ 409,471</u>	<u>\$ 404,571</u>	<u>\$ 390,069</u>	<u>\$ 397,193</u>	<u>\$ 365,420</u>
<b>Percentage of Extensions Collected</b>	<u>22.06%</u>	<u>99.95%</u>	<u>99.45%</u>	<u>99.28%</u>	<u>99.76%</u>	<u>94.39%</u>

# FY 2006 Annual Financial Report

## Multi-Purpose Long Form

DO NOT SEND THIS PAPER COPY - THIS IS YOUR COPY.  
 MAKE SURE YOU HAVE CLICKED THE SUBMIT BUTTON IN THE COMPTROLLER CONNECT PROGRAM. THIS WILL PROVIDE THE COMPTROLLER'S OFFICE WITH A COPY OF YOUR ANNUAL FINANCIAL REPORT.

**FILED**  
 SEP 27 2006

CC Copy - 6/19/2006 7:08:07PM

*Mark Shelden*  
 CHAMPAIGN COUNTY CLERK

Unit Name: Urbana Township

County: CHAMPAIGN

Unit Code: 010/300/01

I attest that, to the best of my knowledge, this report represents a complete and accurate statement of the financial position of Urbana Township as of the end of this fiscal year.

Written signature of government official  
 Donald L. Flessner, Supervisor  
 Please Sign

Date

PLEASE CROSS OUT ALL INCORRECT INFORMATION AND PROVIDE CORRECTIONS

### STEP 1: ENTER CONTACT INFORMATION

Is the following information correct and complete?        Yes        No

A. Contact Person (elected or appointed official responsible for filling out this form):		B. Chief Executive Officer (elected or appointed official responsible for the executive administration, i.e. mayor, supervisor, or chairman):		C. Chief Financial Officer (elected or appointed official responsible for maintaining the government's financial records):	
Donald L	Flessner	Donald L	Flessner	Donald L	Flessner
Supervisor		Supervisor		Supervisor	
2312 E Perkins Rd		2312 E Perkins Rd		2312 E Perkins Rd	
Urbana		Urbana		Urbana	
IL		IL		IL	
61802-		61802-		61802-	
Phone		Phone		Phone	
Fax 2173673555		Fax 2173673555		Fax 2173673555	
E-mail		E-mail		E-mail	

If the Chief Executive Officer and the Chief Financial Officer are the same person as the Contact Person, please check this box and skip to Step 2. If not, please do not leave columns B and C blank



▶ **STEP 2: VERIFY FISCAL YEAR END**

FY END DATE: 03/31/2006

If the fiscal year end date, listed above, is incorrect, cross out the incorrect date and provide the correct date. Official documentation of this change must be sent to the Chicago office before the fiscal year end date is officially changed.

▶ **STEP 3: GASB 34, ACCOUNTING SYSTEM, DEBT, UTILITY, HOME RULE AND TIF**

A. Has your government implemented GASB 34 in FY 2006 reporting or in previous reporting years?  X  Yes   No

If Yes:  
o Governments who have implemented GASB 34 and are using "other basis of accounting" (OCBOA) such as "Cash Basis" and "Modified Cash Basis" as their accounting system will now be able to select these types as their accounting system

o Please fill out the Alternative Assets & Liabilities page, located on page F1(b)

**B. Which type of accounting system does Urbana Township use:**

Cash - with no assets (Cash Basis)  X  Modified Accrual/Accrual

Cash - with assets (Modified Cash Basis)   Combination (explain)

C. Does the government have debt this reporting fiscal year?   Yes  X  No

D. If "Yes", indicate the type(s) of debt.

G O Bonds   Revenue Bonds

Alternate Revenue Bonds   Contractual Commitments

Other

E. Does Urbana Township own a public utility company?   Yes  X  No

F. Is Urbana Township a home rule unit?   Yes  X  No

G. Does Urbana Township have a Tax Increment Finance (TIF) district?   Yes  X  No

**STEP 4: POPULATION, EAV AND EMPLOYEES**

^What is the total population of Urbana Township?		8,061
What is the total EAV of Urbana Township?	\$	82,200,367
*How many full time employees are paid?		2
*How many part time employees are paid?		3
What is the total salary paid to all employees?	\$	188,230

^Or provide estimated population

\*Do not include contractual employees.

**STEPS 5 AND 6: COMPONENT UNITS AND APPROPRIATIONS**

Provide the appropriation for the primary government listed in the first row of the table below.

In the remaining rows, provide the names of all component units along with their appropriations. Indicate if the component units are blended or discretely presented, its fiscal year end date and if the component unit was funded with governmental fund types or enterprise fund types. If the component units are already indicated, that data is based on forms submitted last year. If you have more component units than the rows provided below, please indicate them on an attachment

If you need assistance with the terms indicated below, refer to the *Chart of Accounts and Definitions* and the *How to Fill Out An AFR* documents

Name of Unit/Component	Appropriation	Type of Component Unit	FISCAL YEAR END	Enterprise Fund Type or Governmental Fund Type
<b>FUNDS SHOULD NOT BE LISTED HERE</b>				
Urbana Township	\$260,500		03/31	
Road & Bridge	\$806,200	Blended	03/31	Governmental
<b>Total Appropriations</b>	<b>\$1,066,700</b>			

**STEP 7: AUDITS**

Provide CPA's information if Urbana Township is required to submit an audit to the Office of the Comptroller.

Firm Name:	Bray, Drake, Liles & Richardson LLP
CPA's first name:	Curtis
CPA's last name:	Liles
CPA's Title:	CPA
Address:	1606 N. Willow View Road Suite 1E
City:	Urbana
State:	IL
ZIP:	61802-7446
Phone:	2173370004
Fax:	2173375822
Email:	curt@bdlirepa.com
State Registration Number:	066-0002934

**STEP 8: OTHER GOVERNMENTS**

Indicate any payments Urbana Township made to other governments for services or programs (include programs performed on a reimbursement, cost-sharing basis or federal payroll taxes).

Intergovernmental agreements - indicate how much was paid	0
Federal government payroll taxes	14,400
All other intergovernmental payments	0

**STEP 9: FUND LISTING & ACCOUNT GROUPS**

A. List all funds and how much was spent in FY 2006 for each fund. Also, indicate the Fund Type (Fund Types are at the top of each column beginning on page F1). If any fund names appear below, the data is based on forms submitted last year. Please make all necessary corrections. If you have more fund names than the rows provided below, please indicate them on an attachment.

Fund Name	Expenditure	Fund Type	FY End
Building and Equipment Fund	4,357	Special Revenue Fund	03/31
DCEO Fund Fund	250	Special Revenue Fund	03/31
DCEO FUND2 Fund	3,616	Special Revenue Fund	03/31
General Assistance Fund	31,255	Special Revenue Fund	03/31
Joint Bridge Fund	0	Special Revenue Fund	03/31
Permanent Road and Oil Fund	182,774	Special Revenue Fund	03/31
Road and Bridge Fund	232,959	Special Revenue Fund	03/31
Town Fund Fund	141,579	General Fund	03/31
<b>Total Expenditures</b>	<b>596,790</b>		

B. Does Urbana Township have assets or liabilities that should be recorded as a part of Account Groups? See Chart of Accounts and Definitions and the How to Fill Out An AFR documents for more information about Account Groups.

Yes  No

**STEP 10: GOVERNMENTAL ENTITIES**

List of governmental entities that are part of or related to the primary government. Exclude component units detailed in Steps 5 & 6. Most small governments do not have governmental entities.

Entity Name	Relationship

**STEP 11: REPORTING**

Check any state or local entity where financial reports are filed.

<b>STATE AGENCIES</b>	
___ - Board of Education	___ - Board of Higher Education
___ - DCCA	___ - Department of Insurance
<b>OTHER STATE OR LOCAL OFFICES</b>	
X ___ - Illinois Comptroller	___ - Secretary of State
___ - General Assembly - House	___ - General Assembly - Senate
X ___ - County Clerk	___ - Circuit Clerk
___ - Governor's Office	___ - Other - _____

ASSETS

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
<b>Current Assets</b>					
101t	Cash and Cash Equivalent	832,579	0	0	0
102t	Investments	0	0	0	0
115t	Receivables	419,434	0	0	0
109t	Inventories	0	0	0	0
112t	Other Assets (Explain)	0	0	0	0
<b>Non-Current Assets</b>					
116t	Capital Assets/Net of Accumulated Depreciation	336,617	0	0	0
117t	Other Capital Assets	35,000	0	0	0
120t	<b>TOTAL ASSETS</b>	1,623,630	0	0	0

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
<b>Liabilities</b>					
<b>Current Liabilities</b>					
122t	All Payables	6,304	0	0	0
132t	Deferred Revenues	0	0	0	0
128t	Other Liabilities (Explain)	0	0	0	0
<b>Non-Current/Long-Term Liabilities</b>					
129t	Due Within One Year	0	0	0	0
130t	Due Beyond One Year	0	0	0	0
131t	Other Non-Current/Long Term Liabilities	0	0	0	0
135t	<b>TOTAL LIABILITIES</b>	6,304	0	0	0

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
<b>Net Assets</b>					
<b>Governmental Activity</b>					
143t	Investments in Capital Assets/Net of Related Debt	371,617	0	0	0
148t	Net Assets - Restricted	0	0	0	0
149t	Net Assets - Unrestricted	1,245,709	0	0	0
146t	<b>TOTAL NET ASSETS</b>	1,617,326	0	0	0
147t	<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	1,623,630	0	0	0

Code	Enter all Amounts in Whole Numbers	Revenues and Receipts						Discretely Presented Component Units	
		General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service		Fiduciary
Local Taxes									
201t	Property Tax	113,879	313,860	0	0	0	0	0	0
202t	Local Sales Tax	0	0	0	0	0	0	0	0
203t	Utilities Tax	0	0	0	0	0	0	0	0
203a	Electric Utilities	0	0	0	0	0	0	0	0
203b	Water Utilities	0	0	0	0	0	0	0	0
203c	Communications Utilities	0	0	0	0	0	0	0	0
203d	Other Utilities Tax (Explain)	0	0	0	0	0	0	0	0
204t	Other Taxes (Explain)	0	0	0	0	0	0	0	0

Intergovernmental Receipts & State or Federal Grants									
Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
211t	State Income Tax	0	0	0	0	0	0	0	0
212t	State Sales Tax	0	0	0	0	0	0	0	0
213t	State Motor Fuel Tax	0	0	0	0	0	0	0	0
214t	State Replacement Tax	14,701	39,341	0	0	0	0	0	0
205t	State Gaming Tax(es)	0	0	0	0	0	0	0	0
215t	Other State Sources (Explain)	0	3,828	0	0	0	0	0	0
215a	General Support	0	0	0	0	0	0	0	0
215b	Public Welfare	0	0	0	0	0	0	0	0
215c	Health and/or Hospitals	0	0	0	0	0	0	0	0
215d	Streets and Highways	0	3,828	0	0	0	0	0	0
215e	Culture and Recreation	0	0	0	0	0	0	0	0
215f	Housing and Community Dev	0	0	0	0	0	0	0	0
215g	Water Supply System	0	0	0	0	0	0	0	0
215h	Electric/Gas Power System	0	0	0	0	0	0	0	0
215i	Mass Transit	0	0	0	0	0	0	0	0
215j	Other (Explain)	0	0	0	0	0	0	0	0
225t	Federal Sources	0	0	0	0	0	0	0	0
225a	General Support	0	0	0	0	0	0	0	0
225b	Public Welfare	0	0	0	0	0	0	0	0
225c	Health and/or Hospitals	0	0	0	0	0	0	0	0
225d	Streets and Highways	0	0	0	0	0	0	0	0
225e	Culture and Recreation	0	0	0	0	0	0	0	0
225f	Housing and Community Dev	0	0	0	0	0	0	0	0
225g	Water Supply System	0	0	0	0	0	0	0	0

Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
<b>Intergovernmental Receipts &amp; State or Federal Grants</b>									
225h	Electric/Gas Power System	0	0	0	0	0	0	0	0
225i	Mass Transit	0	0	0	0	0	0	0	0
225j	Other (Explain)	0	0	0	0	0	0	0	0
226t	Other Intergovernmental (Explain)	0	0	0	0	0	0	0	0

**Other Sources**

231t	Licenses and Permits	0	0	0	0	0	0	0	0
233t	Fines and Forfeitures	0	9,754	0	0	0	0	0	0
234t	Charges for Services	0	0	0	0	0	0	0	0
234a	Water Utilities	0	0	0	0	0	0	0	0
234b	Gas Utilities	0	0	0	0	0	0	0	0
234c	Electric Utilities	0	0	0	0	0	0	0	0
234d	Transit Utilities	0	0	0	0	0	0	0	0
234e	Sewer Utilities	0	0	0	0	0	0	0	0
234f	Refuse and Disposal Charges	0	0	0	0	0	0	0	0
234g	Parking	0	0	0	0	0	0	0	0
234h	Housing	0	0	0	0	0	0	0	0
234i	Highway or Bridge Tolls	0	0	0	0	0	0	0	0
234j	Culture and Recreation	0	0	0	0	0	0	0	0
234k	Other (Explain)	0	0	0	0	0	0	0	0
235t	Interest	6,577	20,191	0	0	0	0	0	0
236t	Miscellaneous (Explain)	17,120	47,449	0	0	0	0	0	0
240t	Total Receipts and Revenue	152,277	434,423	0	0	0	0	0	0

Disbursements, Expenditures and Expenses

Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
Report in Whole Numbers									
251t	General Government	139,521	0	0	0	0	0	0	0
251a	Financial Administration	139,521	0	0	0	0	0	0	0
251b	General Administrative Buildings	0	0	0	0	0	0	0	0
251c	Central Administration	0	0	0	0	0	0	0	0
251d	Other (Explain)	0	0	0	0	0	0	0	0
252t	Public Safety	0	0	0	0	0	0	0	0
252a	Police	0	0	0	0	0	0	0	0
252b	Fire	0	0	0	0	0	0	0	0
252c	Regulation - Building Inspection	0	0	0	0	0	0	0	0
252d	Other (Explain)	0	0	0	0	0	0	0	0
253t	Corrections	0	0	0	0	0	0	0	0
254t	Judiciary and Legal	0	0	0	0	0	0	0	0
255t	Transportation and Public Works	0	310,912	0	0	0	0	0	0
255a	Streets and Highways	0	310,912	0	0	0	0	0	0
255b	Airports	0	0	0	0	0	0	0	0
255c	Parking Meters	0	0	0	0	0	0	0	0
255d	Parking Facilities	0	0	0	0	0	0	0	0
255e	Other (Explain)	0	0	0	0	0	0	0	0
256t	Social Services	0	31,255	0	0	0	0	0	0
256a	Welfare	0	31,255	0	0	0	0	0	0
256b	Health (Other than hospitals)	0	0	0	0	0	0	0	0
256c	Hospital Operations	0	0	0	0	0	0	0	0
256d	Cemeteries	0	0	0	0	0	0	0	0
256e	Other (Explain)	0	0	0	0	0	0	0	0
257t	Culture and Recreation	0	0	0	0	0	0	0	0
257a	Library	0	0	0	0	0	0	0	0
257b	Parks	0	0	0	0	0	0	0	0
257c	Other (Explain)	0	0	0	0	0	0	0	0
258t	Housing	0	0	0	0	0	0	0	0
275t	Environment	0	0	0	0	0	0	0	0
275a	Sewage	0	0	0	0	0	0	0	0

**Disbursements, Expenditures and Expenses**

Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units	
			Report in Whole Numbers							
275b	Solid Waste Management	0	0	0	0	0	0	0	0	
275c	Other (Explain)	0	0	0	0	0	0	0	0	
259t	Debt	0	0	0	0	0	0	0	0	
259a	Interest	0	0	0	0	0	0	0	0	
259b	Principal	0	0	0	0	0	0	0	0	
271t	Public Utility Company	0	0	0	0	0	0	0	0	
271a	Water	0	0	0	0	0	0	0	0	
271b	Electric	0	0	0	0	0	0	0	0	
271c	Transit	0	0	0	0	0	0	0	0	
271d	Other (Explain)	0	0	0	0	0	0	0	0	
272t	Depreciation	0	0	0	0	0	0	0	0	
280t	Capital Outlay	2,058	113,044	0	0	0	0	0	0	
260t	Other Expenditures (Explain)	0	0	0	0	0	0	0	0	
270t	Total Expenditures/Expense	141,579	455,211	0	0	0	0	0	0	

Fund Balances and Other Financing Sources (Uses)

Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
Report in Whole Numbers									
301t	Excess of receipts/revenues over (under) expenditures/expenses (240t-270t)	10,698	-20,788	0	0	0	0	0	0
302t	Operating transfers in	0	0	0	0	0	0	0	0
303t	Operating transfers out	0	0	0	0	0	0	0	0
304t	Bond proceeds	0	0	0	0	0	0	0	0
305t	Other (Explain)	0	0	0	0	0	0	0	0
306t	Net increase(decrease) in fund balance (301t + 302t - 303t + 304t + 305t)	10,698	-20,788	0	0	0	0	0	0
307t	Previous year fund balance	213,193	718,960	0	0	0	0	0	0
308t	Other (Explain)	0	0	0	0	0	0	0	0
310t	Current Year Ending Fund Balance (306t + 307t + 308t)	223,891	698,172	0	0	0	0	0	0

**Statement of Indebtedness**

Debt Instruments for All Funds	Code	Outstanding Beginning of Year	Code	Issued Current Fiscal Year	Code	Retired Current Fiscal Year	Code	Outstanding End of Year
Report in Whole Numbers								
General Obligation Bonds	400		406	412			418	
Water	400a		406a	412a			418a	
Electric	400b		406b	412b			418b	
Transportation	400c		406c	412c			418c	
Housing	400d		406d	412d			418d	
Other (Explain)	400e		406e	412e			418e	
Revenue Bonds	401		407	413			419	
Water	401a		407a	413a			419a	
Electric	401b		407b	413b			419b	
Transportation	401c		407c	413c			419c	
Housing	401d		407d	413d			419d	
Other (Explain)	401e		407e	413e			419e	
Alternate Revenue Bonds	402		408	414			420	
Contractual Commitments	403		409	415			421	
Other (Explain)	404		410	416			422	
<b>Total Debt</b>	<b>405</b>		<b>411</b>	<b>417</b>			<b>423</b>	

Explanation or Comments  
 215j DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY \$3,828  
 236t GENERAL \$17,120, \$16,626 PROPERTY TAXES FROM CITY OF URBANA AND \$494 IS MISCELLANEOUS  
 SPECIAL REVENUE: \$47,449, \$44,951 PROPERTY TAXES FROM CITY OF URBANA AND \$2,498 IS MISCELLANEOUS

Office of the Comptroller, Daniel W. Hynes  
 FY 2006 AFR  
 Multi-Purpose Form

\* Urbana Township Capital Outlay

Code	Function	These are not funds		
		Construction	Land, Structures, and Equipment	
601t	General Government	0	2,058	
602t	Law Enforcement	0	0	
603t	Corrections	0	0	
604t	Fire	0	0	
605t	Sewerage	0	0	
606t	Sanitation and Wastewater	0	0	
607t	Parks and Recreation	0	0	
608t	Housing and Community Development	0	0	
609t	Highways, Roads and Bridges	0	113,044	
610t	Parking Facilities	0	0	
611t	Welfare	0	0	
612t	Hospital	0	0	
613t	Water	0	0	
614t	Nursing Homes	0	0	
615t	Conservation and Natural Resources	0	0	
616t	Libraries	0	0	
617t	Other	0	0	

\*This page should only be filled out if you have spent funds for capital projects or development.

\*The Capital outlay page is requested by the U.S. Census Bureau and is considered optional by the State Comptroller.

\*If you complete this page you WILL NOT have to complete the Survey of Government Finances from the U.S. Census Bureau.

\*If you do NOT complete this page the U.S. Census Bureau will contact you for further information.

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**FILED**

SEP 27 2006

*Mark S. Holden*  
CHAMPAIGN COUNTY CLERK

Supervisor and Board of Trustees,  
Urbana Township and  
Daniel W. Hynes, Comptroller  
State of Illinois

**Independent Auditor's Report on State  
of Illinois Annual Financial Report**

We have audited the financial statements of Urbana Township, Urbana, Illinois for the fiscal year ended March 31, 2006, which is included under separate cover, with this supplemental report. In our report dated June 2, 2006, we expressed an unqualified opinion on the financial statements. The accompanying supplemental annual financial report, filed electronically, has been derived from the financial statements that we audited. In our opinion, the information set forth in the accompanying financial report presents fairly, in all material respects, the information from which it has been derived.

This supplemental annual financial report is intended solely for filing with the State of Illinois Comptroller's Office, and is not intended for any other purpose.

The statements in this report are in the format prescribed by the State of Illinois Comptroller's Office, and consequently, are not intended to and do not present financial position or results of operations in accordance with accounting principles generally accepted in the United States of America.

*Bray, Drake, Liles & Richardson LLP*  
BRAY, DRAKE, LILES & RICHARDSON LLP