

**EMPLOYEES' RETIREMENT
SYSTEM OF THE CITY
OF PROVIDENCE**

ANNUAL REPORT

OF THE

RETIREMENT BOARD

FOR THE FISCAL YEAR

ENDED JUNE 30, 1973

**EMPLOYEES' RETIREMENT
SYSTEM OF THE CITY
OF PROVIDENCE**

ANNUAL REPORT

OF THE

RETIREMENT BOARD

**IN CITY COUNCIL
MAR 7 1974**

READ:

**WHEREUPON IT IS ORDERED THAT
THE SAME BE RECEIVED.**

Vincent Cooper
CLERK

FOR THE FISCAL YEAR

ENDED JUNE 30, 1973

CITY HALL
FEBRUARY 28, 1974

*To the Honorable Joseph A. Doorley, Jr., Mayor and
The Honorable The City Council:*

In compliance with the provisions of Article 3, Section 3, of Chapter 489 of the Public Laws, passed at the January Session, A.D. 1923, entitled "An Act to provide for the Retirement of Employees of the City of Providence," the Retirement Board herewith transmits its forty-eighth annual report for the year ended June 30, 1973, giving in detail the receipts, disbursements and investments, together with certain membership statistics.

EMPLOYEES' RETIREMENT FUND

Of the City of Providence, R. I.

Statement of Current Condition

June 30, 1973

ASSETS

Cash		\$ 1,039,830.26
Receivables:		
Member Loan	\$ 839,948.93	
Member Loan Interest	1,171.31	841,120.24
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Investments		52,314,116.07
Accrued Interest on Investments—June 30, 1973		360,860.43
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Total Assets		<u>\$54,555,927.00</u>

RESERVES AND FUND BALANCES

Reserves:		
School Teacher Reserve	\$ 267,439.19	
Uncollected Loan Interest	1,171.31	\$ 268,610.50
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Fund Balances:		
Bequests to Employees Retirement System Fund		7,356.50
Annuity Savings Funds:		
General Employees	\$15,299,702.21	
Teacher Employees	49,481.53	
Officials	54,861.41	15,404,045.15
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Pension Accumulation Funds:		
General Employees	\$ 6,752,469.67	
Teacher Employees	45,424.74	6,797,894.41
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Annuity Reserve Funds:		
General Employees	\$ 6,956,528.90	
Teacher Employees	398,654.76	7,355,183.66
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Pension Reserve Funds:		
General Employees	\$24,373,584.74	
Teacher Employees	349,252.04	24,722,836.78
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Total Reserve and Fund Balances		<u>\$54,555,927.00</u>

Statement of Income
For the Year Ended June 30, 1973

Gross Income on Investments:

Interest on United States Securities	\$ 369,587.37
Interest on Public Utility Bonds	921,653.07
Interest on First Mortgages	220,081.29
Interest on Certificates of Deposit	19,254.87
Corporation Dividends	830,942.93
Amortization of Discounts on Public Utility Corporation Bonds	3,083.38

Total Gross Income on Investments **\$ 2,364,602.91**

Deductions from Gross Income on Investments:

Trust Commission Expense	\$ 36,435.38
Amortization of Premium on Public Utility Corporation Bonds	3,316.86
Net Loss on Sale of Investments	121,939.10
Accrued Interest on Investment Purchase	52,918.41

Total Deductions from Gross Income **214,609.75**

Net Income on Investments ¹**\$2,149,993.16**

Add:

Net Income on Member Loans ²**52,007.82**

Total Net Income for the Year ³**\$2,202,000.98**

¹Average Investment \$50,927,375.02
Net Income Yield 4.222%

²Average Member Loan 860,829.00
Net Income Yield 6.042%

³Average Investment and Loans 51,788,204.62
Net Income Yield 4.252%

Employees' Retirement Fund
Individual Investment Type Yields

Type of Investment	Average Investment	Net Income	Yield
United States Government Securities	\$ 6,750,000.00	\$ 369,587.37	5.475%
Public Utility Bonds	19,143,473.52	844,126.18	4.409%
Corporation Capital Stock	21,804,237.39	696,943.45	3.196%
First Mortgage	2,871,573.56	220,081.29	7.664%
Commercial Paper	358,091.15	19,254.87	5.377%
Member Loans	860,829.00	52,007.82	6.042%
Total	\$51,788,204.62	\$2,202,000.98	

Statement of Cash Receipts and Disbursements

For the Year Ended June 30, 1973

Cash Balance July 1, 1972 \$ 673,585.36

Cash Receipts:

Appropriations:

City—Class A	\$ 724,961.00	
City—Class B	1,510,765.00	
School—Class A	260,546.44	
Water—Class A	96,170.00	
Elected Officials	27,469.29	\$ 2,619,911.73

Security Sales and Maturities:

United States Securities	\$ 3,000,000.00	
Commercial Paper and Certificates	6,197,093.75	
First Mortgage Receipts	72,345.68	
Corporation Stock	4,702,009.42	13,971,448.85

Member Contributions:

Payroll Deductions	\$ 1,926,377.41	
Lump Sum	430,519.02	2,356,896.43

Member Loan Receipts:

Loans	\$ 441,856.42	
Interest	51,921.46	
Unearned Loan Insurance	133.78	493,911.66

Miscellaneous Receipts	305.73	
Retirement Allowance Refunds	889.48	
Investment Income Receipts	2,239,582.21	2,240,777.42

Total Cash Receipts \$21,682,946.09

Total Cash Available \$22,356,531.45

Cash Disbursements:

Purchase of Securities:

Purchase of Commercial Paper	\$ 5,747,093.75	
Purchase of Corporation Bonds	2,959,145.41	
Purchase of Corporation Stock	7,943,908.28	
Purchase of First Mortgage	100,800.00	
Accrued Interest on Investment Purchase	52,918.41	\$16,803,865.85

Loans to Members	470,055.10
Annuity Refunds to Members	354,018.65
Retirement Allowances	3,282,995.02
Retirement Allowances—Lump Sum	208,289.09
Annuity Death Benefit	64,943.34
Transfer to State	95,793.03
Trust Commission Expense	36,435.38
Erroneous Disbursement	305.73

Total Cash Disbursements \$21,316,701.19

Cash Balance, June 30, 1973 \$ 1,039,830.26

Increases and Decreases in Funds
During the Year Ended June 30, 1973

General Annuity Savings Fund:

Balance July 1, 1972 \$14,234,523.77

Increases:

Member Contributions:

Payroll Deduction	\$ 1,918,885.95	
Lump Sum	428,594.02	
Interest	582,610.95	
Transfer from Official Annuity	825.47	
Transfer Corrections	173.60	2,931,089.99

Total Balance and Increases \$17,165,613.76

Decreases:

Annuity Refunds to Members	\$ 369,623.86	
Contribution Correction (Erroneous Deductions)	2,311.12	
Lump Sum Death Benefit	64,943.34	
Transfer to Interest	11,339.77	
Transfer to Annuity Reserve	1,416,386.35	
Transfer to Various Accounts	1,307.11	1,865,911.55

Balance, June 30, 1973 \$15,299,702.21

Requests to Employees Retirement System Fund:

Balance, July 1, 1972 \$ 7,356.50

Balance, June 30, 1973 \$ 7,356.50

Teachers Annuity Savings Fund:

Balance, July 1, 1972 \$ 67,396.92

Increases:

Interest 339.72

Total Balance and Increases \$ 67,736.64

Decreases:

Transfer to Teacher Annuity Reserve 18,255.11

Balance, June 30, 1973 \$ 49,481.53

Official Annuity Savings Fund:

Balance, July 1, 1972 \$ 43,410.99

Increases:

Member Contributions:

Payroll Deductions	\$ 7,491.46	
Lump Sum	1,925.00	
Interest	1,852.05	
Transfer from General Annuity Savings	1,125.01	12,393.52

Total Balance and Increases \$ 55,804.51

Decreases:

Contribution Correction (Erroneous Deduction)	\$ 117.00	
Transfer to General Annuity Savings	825.47	
Transfer to Interest .....	.63	943.10

Balance, June 30, 1973 \$ 54,861.41

General Pension Accumulation Fund:

Balance, July 1, 1972 \$ 9,102,236.46

Increases:

Appropriations:

City—Class A	\$ 724,961.00	
City—Class B	1,510,765.00	
School—Class A	260,546.44	
Water—Class A	96,170.00	
Elected Officials	27,469.29	
Interest	734,466.85	3,354,378.58

Total Balance and Increases \$12,456,615.04

Decreases:

Accidental Death	\$ 5,022.96	
Accidental Disability	15,815.83	
Ordinary Disability	1,771.17	
Pension Service	101,340.06	
Beneficiary Option	891.48	
Transfer to State Retirement System	77,751.20	
Transfer to Pension Reserves	5,501,552.67	5,704,145.37

Balance, June 30, 1973 \$ 6,752,469.67

Teacher Pension Accumulation Fund:

Balance, July 1, 1972 \$ 58,157.53

Increase:

Interest 1,009.08

Total Balance and Increases \$ 59,166.61

Decrease:

Retirement Allowance 13,741.87

Balance, June 30, 1973 \$ 45,424.74

General Annuity Reserve Fund:

Balance, July 1, 1972 \$ 6,242,563.77

Increases:

Death Adjustments (Refunds)	\$ 284.36	
Miscellaneous Receipts	305.73	
Interest	251,075.40	
Transfer from General Annuity Savings	1,416,386.35	1,668,051.84

Total Balance and Increases \$ 7,910,615.61

Decreases:

Accidental Disability	\$ 39,206.75	
Ordinary Disability	7,835.93	
Pension Service	794,352.81	
Lump Sum Service and Excess	50,848.89	
Lump Sum Option IV	7,041.00	
Lump Sum and Beneficiary Option II	23,216.92	
Lump Sum Option I	30,618.59	
Erroneous Disbursement	305.73	
Transfer to Pension Reserve	660.09	954,086.71

Balance, June 30, 1973 \$ 6,956,528.90

Teachers Annuity Reserve Fund:

Balance, July 1, 1972		\$ 423,754.16
Increases:		
Interest	\$ 8,249.99	
Transfer from Teacher Annuity Savings	18,255.11	26,505.10
Total Balance and Increases		\$ 450,259.26
Decreases:		
Pension Service	\$ 47,012.27	
Beneficiary Option II	22.78	
Lump Sum Option I	4,569.45	51,604.50
Balance, June 30, 1973		\$ 398,654.76

General Pension Reserve Fund:

Balance, July 1, 1972		\$20,544,230.13
Increases:		
Death Adjustments (Refunds)	\$ 605.12	
Interest	641,984.98	
Transfer from General Pension Accumulation	5,501,552.67	
Transfer from General Annuity Reserve	660.09	6,144,802.86
Total Balance and Increases		\$26,689,032.99
Decreases:		
Accidental Death	\$ 36,743.48	
Accidental Disability	266,543.73	
Ordinary Disability	20,910.15	
Pension Service	1,844,916.99	
Beneficiary Option II	38,341.62	
Lump Sum Option I	48,222.33	
Lump Sum Option IV	59,109.86	
Erroneous Disbursement	660.09	2,315,448.25
Balance, June 30, 1973		\$24,373,584.74

Teachers Pension Service Fund:

Balance, July 1, 1972		\$ 374,511.06
Increases:		
Interest	\$ 7,268.08	
Transfer from Teacher Pension Accumulation	13,741.87	21,009.95
Total Balance and Increases		\$ 395,521.01
Decreases:		
Pension Service	\$ 41,511.39	
Beneficiary Option II	19.04	
Lump Sum Option I	4,738.54	46,268.97
Balance, June 30, 1973		\$ 349,252.04

School Teacher Reserve Fund:

Balance, July 1, 1972		\$ 262,195.28
Increases:		
Interest		5,243.91
Balance, June 30, 1973		\$ 267,439.19

COST OF OPERATION
General Fund Appropriation
For the Year Ended June 30, 1973

Personal Service:		
Salaries		\$ 26,675.71
Services Other Than Personal:		
Consulting Actuary	\$ 3,894.00	
Medical Services	3,428.00	
Telephone and Telegraph	29.20	
Postage, Freight and Express	1,141.06	
Travel, Subsistence, Other	202.80	
Printing and Binding	472.50	
Repairs to Office Machinery	528.95	
Miscellaneous Expenses	68.00	9,764.51
Materials and Supplies:		
Stationery, Printed Forms, and Office Supplies	\$ 1,506.96	
Medical, Chemical, and Laboratory Supplies	22.43	1,529.39
Total Cost of Operation		\$ 37,969.61

Investments as of June 30, 1973
(Exclusive of Member Loans)

SUMMARY		Total Investment	Per Cent of Total Invested
Public Utility Bonds		\$19,389,835.49	37.06%
Certificate of Deposit		300,000.00	.57%
United States Government Securities		6,500,000.00	12.43%
Corporation Capital Stock		23,202,095.56	44.35%
First Mortgage Investments		2,922,185.02	5.59%
Total		\$52,314,116.07	100.00%

United States Government Securities Owned

Treasury Bonds:			Annual Income 73-74
4½% November 15, 1973	\$ 1,000,000.00	\$	15,468.75
3⅞% November 15, 1974	500,000.00		19,375.00
4 % February 15, 1980	1,500,000.00		60,000.00
3½% November 15, 1980	3,000,000.00		105,000.00
7 % August 15, 1981	500,000.00		35,000.00
Total Treasury Bonds	\$ 6,500,000.00		
Total Annual Income		\$	234,843.75

First Mortgage Investments
As of June 30, 1973

Metalized Ceramics 6.5	\$ 714,635.21	\$	51,187.25
Metalized Ceramics 9.5	256,818.64		25,638.90
Foremost Lithograph 7.75	234,595.26		18,441.91
Westco Realty 7.5	728,265.04		55,115.88
Catamore 8	887,070.87		69,697.35
Foremost Lithograph 7	100,800.00		—0—
Total Mortgages	\$ 2,922,185.02		
Total Income		\$	220,081.29

Corporation Capital Stock Owned

As of June 30, 1973

	Number of Shares	Book Value
Preferred Stock:		
Bristol-Myers Co.	7,000	\$ 301,436.08
Norton-Simon, Inc.	12,000	864,098.70
R.C.A. Corporation	3,200	211,729.96
Common Stock:		
American Home Products	31,500	511,549.24
American Sterilizer	32,000	540,800.00
American Telephone and Telegraph Co.	9,500	503,128.02
Armstrong Cork Company	19,000	627,976.27
Bristol Myers Co.	10,000	665,919.15
Caterpillar Tractor	10,400	453,076.27
Central and Southwest	23,000	535,460.74
Diebold, Inc.	17,200	700,610.95
Eastman Kodak Company	7,200	412,294.26
Exxon	7,600	585,106.65
Federated Department Stores	6,000	256,390.15
Florida Power and Light Co.	13,000	443,985.05
Ford Motor Company	6,600	302,522.05
General Foods Corp.	27,000	846,847.85
General Motors Corp.	11,500	925,745.33
Honeywell, Inc.	3,500	273,940.22
Industrial Bancorp, Inc.	15,000	336,029.25
International Business Machines	5,000	859,020.35
Louisville Gas and Electric Co.	11,000	343,845.77
Middle South Utilities, Inc.	25,000	586,230.44
Mobil Oil Co.	12,000	576,654.16
Monsanto Chemical Co.	15,000	798,431.12
Mortgage Trust of America	9,473	206,287.87
Norton-Simon, Inc.	1/2 share	17.75
New York State Electric and Gas Co.	16,500	592,941.84
Panhandle Eastern Pipeline	23,500	830,679.90
Charles Pfizer, Inc.	18,300	486,307.26
R.C.A. Corporation	17,500	645,263.92
Republic National Bank of Dallas	25,000	773,370.46
Revlon, Inc.	5,700	345,432.12
Sears, Roebuck and Co.	5,200	332,291.00
Square D. Company	26,500	601,466.61
Standard Oil—Indiana	7,100	383,423.17
Sterling Drug Co.	6,000	154,583.34
Stop and Shop, Inc.	20,000	462,528.46
Texaco, Inc.	22,000	771,032.80
Texas Utilities Co.	7,600	220,605.81
Textron, Inc.	13,000	403,072.32
Transamerica Corp.	37,030	725,189.85
Upjohn Company	11,000	299,539.75
Virginia Electric and Power Co.	24,300	622,089.55
Western Bancorporation	16,700	579,000.66
Xerox Corporation	3,300	304,143.09
Total Corporation Stock		<u>\$23,202,095.56</u>

Corporate Utility Bonds Owned

As of June 30, 1973

Coupon Rate	Name of Corporate Utility	Maturity	Par Value	Cost	Book Value	Unamortized Premiums	Balance Discount	Annual Income	Yield
8½%	Georgia Power Co.	4-01-00	\$ 500,000.00	\$ 499,425.00	\$ 499,494.00		\$ 506.00	\$ 43,125.00	8.635
8½%	Duke Power Co.	3-01-00	500,000.00	500,025.00	500,022.00	\$ 22.00		42,500.00	8.500
8½%	Kansas Gas & Electric Co.	3-01-00	500,000.00	495,650.00	496,172.00		3,828.00	42,500.00	8.572
8 %	Wisconsin Power & Light Co.	7-01-01	500,000.00	498,850.00	498,929.45		1,070.55	40,000.00	8.018
7¼%	Shell Oil Co.	2-15-02	500,000.00	502,600.00	502,510.20	2,510.20		36,250.00	7.212
7¼%	Baltimore Gas & Electric Co.	1-01-02	500,000.00	489,512.54	489,874.36		10,125.64	35,625.00	7.278
7¼%	Texas Electric Service Co.	1-01-02	500,000.00	495,489.00	495,726.44		4,273.56	35,625.00	7.190
7 %	Delmarva Power & Light Co.	11-01-98	500,000.00	482,596.44	483,292.64		16,707.36	35,000.00	7.252
7 %	Standard Oil Co. of Cal.	4-01-96	500,000.00	495,099.00	495,312.24		4,687.76	35,000.00	7.069
6¾%	Caterpillar Tractor Co.	6-01-92	500,000.00	493,848.43	494,172.14		5,827.86	34,375.00	6.961
5½%	Pacific Tel. & Tel. Co.	8-01-80	50,000.00	54,312.50	51,361.89	1,361.89		2,562.50	4.480
5 %	Philadelphia Electric Co.	10-01-89	50,000.00	50,557.50	50,318.46	318.46		2,500.00	4.930
5 %	Cincinnati Gas & Electric Co.	5-01-90	100,000.00	104,500.00	102,571.36	2,571.36		5,000.00	4.600
5 %	Pacific Gas & Electric Co.	6-01-89	50,000.00	50,411.25	50,212.20	212.20		2,500.00	4.930
5 %	Pacific Gas & Electric Co.	6-01-91	50,000.00	48,687.50	49,256.25		743.75	2,500.00	5.130
5 %	Idaho Power Co.	5-15-89	100,000.00	100,802.00	100,429.68	429.68		5,000.00	4.950
5 %	Union Light, Heat and Power Co. ..	7-01-89	100,000.00	101,115.00	100,597.21	597.21		5,000.00	4.930
5 %	Pennsylvania Electric	8-01-89	50,000.00	51,191.50	50,638.22	638.22		2,500.00	4.850
5 %	Massachusetts Electric Co.	7-01-91	50,000.00	51,019.50	50,632.74	632.74		2,500.00	4.870
4¾%	Baltimore Gas & Electric Co.	6-01-80	33,000.00	34,402.50	33,467.46	467.46		1,608.75	4.500
4¾%	Southern California Edison Co.	9-01-82	50,000.00	50,555.00	50,208.05	208.05		2,437.50	4.780
4¾%	Gulf State Utilities Co.	10-01-87	50,000.00	50,762.50	50,367.00	367.00		2,437.50	4.750
4¾%	San Diego Gas & Electric Co.	10-01-87	50,000.00	50,137.50	50,066.10	66.10		2,437.50	4.850
4¾%	Consolidated Natural Gas Co.	6-01-82	46,000.00	46,920.00	46,350.55	350.55		2,242.50	4.740
4¾%	Michigan Bell Telephone Co.	8-01-94	50,000.00	51,073.50	50,650.61	650.61		2,437.50	4.750
4¾%	Michigan Bell Telephone Co.	8-01-94	50,000.00	49,687.50	49,810.61		189.39	2,437.50	4.920
4¾%	Houston Light & Power Co.	8-01-89	50,000.00	50,605.00	50,324.07	324.07		2,437.50	4.810
4¾%	Houston Light & Power Co.	8-01-89	50,000.00	49,125.00	49,531.25		468.75	2,437.50	4.970
4¾%	Iowa Illinois Gas & Electric	5-01-91	98,000.00	99,161.30	98,720.74	720.74		4,777.50	4.800
4¾%	Houston Power & Light Co.	11-01-87	50,000.00	50,816.50	50,393.00	393.00		2,375.00	4.620
4¾%	Houston Power & Light Co.	11-01-87	50,000.00	52,000.00	50,999.91	999.91		2,375.00	4.430
4¾%	Michigan Bell Telephone Co.	11-01-92	50,000.00	52,750.00	51,596.77	1,596.77		2,375.00	4.420
4¾%	Michigan Bell Telephone Co.	11-01-92	50,000.00	51,312.50	50,762.08	762.08		2,375.00	4.600
4¾%	Southwestern Bell Telephone Co.	10-01-92	50,000.00	52,750.00	51,596.77	1,596.77		2,375.00	4.420

Coupon Rate	Name of Corporate Utility	Maturity	Par Value	Cost	Book Value	Unamortized Premiums	Balance Discount	Annual Income	Yield
4¾%	Gulf State Utilities Co.	1-01-89	50,000.00	51,226.00	50,656.73	656.73		2,375.00	4.540
4¾%	Indiana & Michigan Electric Co.	11-01-88	50,000.00	51,218.00	50,631.44	631.44		2,375.00	4.600
4¾%	Central Illinois Public Service	1-01-89	50,000.00	50,816.50	50,437.29	437.29		2,375.00	4.650
4¾%	Consolidated Natural Gas Co.	5-01-86	50,000.00	50,365.00	50,197.69	197.69		2,375.00	4.700
4¾%	Ohio Edison Co.	6-01-90	100,000.00	99,000.00	99,379.39		620.61	4,750.00	4.820
4¾%	American Tel. & Tel. Co.	6-01-98	850,000.00	850,000.00	850,000.00			40,375.00	4.750
4½%	Northern Illinois Gas Co.	7-01-85	94,000.00	94,346.86	94,165.78	165.78		4,347.50	4.400
4½%	Virginia Electric Power Co.	9-01-90	50,000.00	50,364.50	50,208.26	208.26		2,312.50	4.580
4½%	Southwestern Bell Telephone Co.	8-01-95	100,000.00	100,625.00	100,397.72	397.72		4,625.00	4.590
4½%	New York State Electric & Gas Co.	5-01-87	50,000.00	50,787.50	50,380.10	380.10		2,312.50	4.490
4½%	Northern States Power Co.	6-01-87	49,000.00	49,012.00	49,005.70	5.70		2,266.25	4.620
4½%	Boston Edison Co.	6-01-87	50,000.00	50,787.25	50,380.00	380.00		2,312.50	4.490
4½%	Boston Edison Co.	6-01-87	50,000.00	51,750.00	50,874.97	874.97		2,312.50	4.410
4½%	Philadelphia Electric Co.	9-01-87	50,000.00	49,668.75	49,840.53		159.47	2,312.50	4.680
4½%	Public Service & Gas Co.	8-01-88	50,000.00	51,035.50	50,517.64	517.64		2,312.50	4.500
4½%	Wisconsin Power & Light Co.	3-01-89	46,000.00	45,885.00	45,937.51		62.49	2,127.50	4.630
4½%	Potomac Electric Power	12-01-93	50,000.00	50,666.00	50,395.34	395.34		2,312.50	4.550
4½%	Southern Bell Tel. & Tel. Co.	12-01-93	50,000.00	50,666.00	50,395.34	395.34		2,312.50	4.550
4½%	Ohio Power Co.	4-01-89	50,000.00	51,286.00	50,688.91	688.91		2,312.50	4.420
4½%	Pacific Tel. & Tel. Co.	11-01-90	50,000.00	51,325.00	50,731.03	731.03		2,312.50	4.470
4½%	Pacific Tel. & Tel. Co.	11-01-90	50,000.00	50,375.00	50,206.91	206.91		2,312.50	4.590
4½%	Public Service of Colorado	5-01-89	50,000.00	50,622.50	50,333.51	333.51		2,312.50	4.550
4½%	Public Service of Colorado	5-01-89	50,000.00	50,000.00	50,000.00			2,312.50	4.625
4½%	Virginia Electric Power Co.	9-01-90	50,000.00	49,562.50	49,734.43		265.57	2,312.50	4.680
4½%	Michigan Bell Tel. Co.	8-01-96	100,000.00	99,500.00	99,661.81		338.19	4,625.00	4.650
4½%	New England Tel. & Tel. Co.	4-01-99	100,000.00	101,000.00	100,702.67	702.67		4,625.00	4.570
4½%	People Gas, Light & Coke Co.	5-01-86	91,000.00	91,335.80	91,181.91	181.91		4,208.75	4.600
4½%	Pennsylvania Electric Co.	5-01-91	50,000.00	50,446.50	50,277.10	277.10		2,312.50	4.570
4½%	Pennsylvania Electric Co.	5-01-91	50,000.00	49,250.00	49,534.57		465.43	2,312.50	4.720
4½%	Tennessee Valley Authority	7-01-86	250,000.00	249,375.00	249,661.55		338.45	11,562.50	4.650
4½%	American Tel. & Tel. Co.	2-01-94	200,000.00	206,500.00	204,333.30	4,333.30		9,250.00	4.420
4½%	Narragansett Electric Co.	1-01-94	250,000.00	253,087.20	252,129.06	2,129.06		11,562.50	4.550
4½%	American Tel. & Tel. Co.	2-01-94	1,000,000.00	1,000,000.00	1,000,000.00			46,250.00	4.625
4½%	New England Tel. & Tel. Co.	7-01-05	500,000.00	500,000.00	500,000.00			23,125.00	4.625
4½%	New York Telephone Co.	1-01-02	200,000.00	200,000.00	200,000.00			9,250.00	4.625
4½%	Pacific Tel. & Tel. Co.	4-01-99	250,000.00	250,000.00	250,000.00			11,562.50	4.625
4½%	New York Tel. & Tel. Co.	5-15-91	50,000.00	50,889.75	50,485.20	485.20		2,250.00	4.370
4½%	Virginia Electric & Power Co.	12-01-87	45,000.00	45,232.40	45,111.86	111.86		2,025.00	4.460

Coupon Rate	Name of Corporate Utility	Maturity	Par Value	Cost	Book Value	Unamortized Premiums	Balance Discount	Annual Income	Yield
4½%	Cincinnati & Suburban Tel. Co.	10-01-93	50,000.00	50,901.00	50,534.92	534.92		2,250.00	4.400
4½%	Wisconsin Telephone Co.	7-01-92	50,000.00	51,500.00	50,870.93	870.93		2,250.00	4.320
4½%	Oklahoma Gas & Electric Co.	1-01-87	50,000.00	50,750.00	50,374.95	374.95		2,250.00	4.420
4½%	Ohio Edison Co.	4-01-89	50,000.00	50,590.00	50,316.09	316.09		2,250.00	4.430
4½%	Northern Indiana Public Service Co.	1-15-89	50,000.00	50,840.50	50,450.24	450.24		2,250.00	4.400
4½%	Northern Indiana Public Service Co.	1-15-89	50,000.00	49,500.00	49,732.18		267.82	2,250.00	4.540
4½%	Montana Power Co.	4-01-89	50,000.00	50,590.00	50,316.09	316.09		2,250.00	4.430
4½%	Montana Power Co.	4-01-89	50,000.00	49,312.50	49,631.65		368.35	2,250.00	4.580
4½%	Pacific Gas & Electric Co.	6-01-90	50,000.00	50,012.50	50,006.78	6.78		2,250.00	4.500
4½%	Pacific Gas & Electric Co.	6-01-90	50,000.00	49,750.00	49,862.06		137.94	2,250.00	4.530
4½%	Union Electric Co.	4-01-95	200,000.00	200,000.00	200,000.00			9,000.00	4.500
4½%	International Bank	2-01-90	800,000.00	800,000.00	800,000.00			36,000.00	4.500
4 2/5	Tennessee Valley Authority	11-15-85	200,000.00	197,250.00	198,565.27		1,434.73	8,800.00	4.500
4½%	Southern California Edison Co.	9-01-85	100,000.00	100,000.00	100,000.00			4,375.00	4.375
4½%	Southern California Edison Co.	9-01-85	150,000.00	148,125.00	149,103.36		896.64	6,562.50	4.470
4½%	Florida Power & Light Co.	12-01-86	50,000.00	49,875.00	49,937.52		62.48	2,187.50	4.400
4½%	Consolidated Natural Gas Co.	8-01-83	150,000.00	148,500.00	149,357.16		642.84	6,562.50	4.440
4½%	Pacific Tel. & Tel. Co.	8-15-88	50,000.00	51,265.00	50,590.28	590.28		2,187.50	4.190
4½%	Public Service Electric & Gas Co. ..	11-01-86	50,000.00	50,628.50	50,279.30	279.30		2,187.50	4.280
4½%	American Tel. & Tel. Co.	4-01-85	50,000.00	50,449.75	50,190.25	190.25		2,187.50	4.300
4½%	Northwestern Bell Tel. Co.	5-01-89	50,000.00	50,512.25	50,264.30	264.30		2,187.50	4.300
4½%	Northwestern Bell Tel. Co.	5-01-89	50,000.00	51,000.00	50,535.64	535.64		2,187.50	4.260
4½%	Northwestern Bell Tel. Co.	5-01-89	50,000.00	50,375.00	50,200.80	200.80		2,187.50	4.330
4½%	Florida Power & Light Co.	12-01-86	50,000.00	53,000.00	51,384.54	1,384.54		2,187.50	4.010
4½%	Consolidated Natural Gas Co.	8-01-83	50,000.00	50,583.50	50,228.32	228.32		2,187.50	4.300
4½%	Philadelphia Electric Co.	12-01-86	50,000.00	50,000.00	50,000.00			2,187.50	4.380
4½%	Mountain States Tel. & Tel. Co.	2-01-88	50,000.00	50,000.00	50,000.00			2,187.50	4.375
4½%	Mountain States Tel. & Tel. Co.	2-01-88	50,000.00	49,875.00	49,935.19		64.81	2,187.50	4.390
4½%	Public Service Co. of Indiana	2-01-89	50,000.00	50,220.50	50,114.29	114.29		2,187.50	4.350
4½%	Illinois Bell Tel. Co.	3-01-94	50,000.00	50,512.50	50,310.61	310.61		2,187.50	4.320
4½%	Illinois Bell Tel. Co.	3-01-94	50,000.00	49,625.00	49,772.68		227.32	2,187.50	4.420
4½%	Cleveland Electric Illuminating Co.	4-01-94	50,000.00	49,812.50	49,886.34		113.66	2,187.50	4.410
4½%	Hartford Electric Light Co.	10-01-88	50,000.00	49,625.00	49,805.44		194.56	2,187.50	4.430
4½%	Southern Bell Tel. & Tel. Co.	3-01-98	50,000.00	49,750.00	49,826.45		173.55	2,187.50	4.420
4½%	Consolidated Edison Co.	6-01-92	200,000.00	199,000.00	199,357.20		642.80	8,750.00	4.400
4½%	Southern Bell Tel. & Tel. Co.	4-01-01	200,000.00	200,000.00	200,000.00			8,750.00	4.375
4½%	Consolidated Natural Gas Co.	4-01-88	150,000.00	150,562.50	150,328.10	328.10		6,562.50	4.360
4½%	American Tel. & Tel. Co.	5-01-99	400,000.00	400,000.00	400,000.00			17,500.00	4.375

Coupon Rate	Name of Corporate Utility	Maturity	Par Value	Cost	Book Value	Unamortized Premiums	Balance Discount	Annual Income	Yield
4 $\frac{3}{8}$ %	Illinois Bell Tel. Co.	3-01-94	900,000.00	900,000.00	900,000.00			39,375.00	4.375
4 $\frac{3}{8}$ %	Michigan Bell Tel. Co.	12-01-91	800,000.00	800,000.00	800,000.00			35,000.00	4.375
4 $\frac{3}{8}$ %	Pacific Gas & Electric Co.	6-01-94	400,000.00	400,000.00	400,000.00			17,500.00	4.375
4 $\frac{1}{4}$ %	Tampa Electric Co.	7-01-88	50,000.00	51,300.00	50,649.98	649.98		2,125.00	4.100
4 $\frac{1}{4}$ %	Southern California Edison Co.	2-15-82	50,000.00	52,375.00	50,863.56	863.56		2,125.00	3.870
4 $\frac{1}{4}$ %	Ohio Power Co.	11-01-86	50,000.00	49,500.00	49,760.00		240.00	2,125.00	4.310
4 $\frac{1}{4}$ %	Duquesne Light Co.	3-01-89	50,000.00	50,012.50	50,006.65	6.65		2,125.00	4.250
4 $\frac{1}{4}$ %	Duquesne Light Co.	3-01-89	50,000.00	49,437.50	49,698.67		301.33	2,125.00	4.330
4 $\frac{1}{4}$ %	Wisconsin Power & Light Co.	5-01-92	100,000.00	98,250.00	98,875.00		1,125.00	4,250.00	4.370
4 $\frac{1}{8}$ %	Cincinnati Gas & Electric Co.	5-01-87	50,000.00	49,637.25	49,824.90		175.10	2,062.50	4.180
4 $\frac{1}{8}$ %	New York Telephone Co.	7-01-93	50,000.00	51,184.00	50,681.63	681.68		2,062.50	4.000
4 $\frac{1}{8}$ %	New York Telephone Co.	7-01-93	50,000.00	48,250.00	48,960.97		1,039.03	2,062.50	4.330
4 $\frac{1}{8}$ %	Chesapeake & Potomac Tel. Co.	12-01-93	50,000.00	48,250.00	48,960.97		1,039.03	2,062.50	4.330
4 %	New England Tel. & Tel. Co.	4-01-93	50,000.00	51,447.50	50,833.32	833.32		2,000.00	3.810
4 %	Illinois Power Co.	5-01-88	50,000.00	51,340.00	50,669.96	669.96		2,000.00	3.850
4 %	New England Power Co.	6-01-88	50,000.00	51,340.00	50,669.96	669.96		2,000.00	3.850
4 %	Northern States Power Co.	7-01-88	50,000.00	50,012.50	50,006.20	6.20		2,000.00	4.000
4 %	Baltimore Gas & Electric Co.	3-01-93	50,000.00	50,750.00	50,431.78	431.78		2,000.00	3.970
4 %	Consolidated Edison Co.	6-01-88	50,000.00	48,812.50	49,406.38		593.62	2,000.00	4.180
3 $\frac{7}{8}$ %	American Tel. & Tel. Co.	7-01-90	50,000.00	51,385.00	50,692.36	692.36		1,937.50	3.690
3 $\frac{7}{8}$ %	New Jersey Bell Tel. Co.	4-01-93	50,000.00	50,540.50	50,311.18	311.18		1,937.50	3.820
3 $\frac{7}{8}$ %	Public Service of Oklahoma	5-01-88	50,000.00	49,792.50	49,896.38		103.62	1,937.50	3.910
3 $\frac{7}{8}$ %	Niagara Mohawk Power Co.	6-01-88	50,000.00	50,680.00	50,339.94	339.94		1,937.50	3.780
3 $\frac{7}{8}$ %	Virginia Electric Power Co.	6-01-88	50,000.00	50,501.00	50,250.40	250.40		1,937.50	3.800
3 $\frac{7}{8}$ %	Delaware Power & Light Co.	6-01-88	50,000.00	50,233.50	50,116.74	116.74		1,937.50	3.850
3 $\frac{7}{8}$ %	Oklahoma Gas & Electric Co.	6-01-88	50,000.00	50,512.50	50,256.16	256.16		1,937.50	3.820
3 $\frac{3}{4}$ %	Union Electric Co.	7-01-86	50,000.00	51,183.50	50,507.18	507.18		1,875.00	3.580
3 $\frac{3}{4}$ %	Commonwealth Edison Co.	3-01-88	100,000.00	100,918.75	100,459.27	459.27		3,750.00	3.680
3 $\frac{3}{4}$ %	Bell Tel. Co. of Penn.	2-01-89	50,000.00	50,250.00	50,129.18	129.18		1,875.00	3.720
3 $\frac{3}{4}$ %	Philadelphia Electric Co.	5-01-88	50,000.00	49,887.50	49,946.02		53.98	1,875.00	3.770
3 $\frac{3}{4}$ %	Duquesne Light Co.	4-01-88	50,000.00	48,000.00	49,000.02		999.98	1,875.00	4.050
3 $\frac{5}{8}$ %	Consolidated Edison Co. of N. Y.	5-01-86	50,000.00	50,701.00	50,300.36	300.36		1,812.50	3.530
3 $\frac{5}{8}$ %	Potomac Electric Co.	6-01-91	50,000.00	50,554.50	50,285.54	285.54		1,812.50	3.550
3 $\frac{1}{2}$ %	General Electric Co.	5-01-76	50,000.00	50,262.50	50,029.06	29.06		1,750.00	3.450
3 $\frac{1}{2}$ %	Commonwealth Edison Co.	6-01-86	50,000.00	50,007.25	50,003.09	3.09		1,750.00	3.500
GRAND TOTALS			\$19,402,000.00	\$19,417,360.72	\$19,389,835.49	\$49,412.51	\$61,577.02	\$1,026,591.25	

Summary of Utility Corporation Bond Holdings

As of June 30, 1973

Name of Corporation	Par Value
American Telephone & Telegraph Co.	\$ 2,550,000.00
Baltimore Gas & Electric Co.	583,000.00
Bell Telephone Co. of Pennsylvania	50,000.00
Boston Edison Co.	100,000.00
Caterpillar Tractor Co.	500,000.00
Central Illinois Public Service Co.	50,000.00
Chesapeake & Potomac Telephone Co.	50,000.00
Cincinnati Gas & Electric Co.	150,000.00
Cincinnati & Suburban Telephone Co.	50,000.00
Cleveland Electric & Illuminating Co.	50,000.00
Commonwealth Edison Co.	150,000.00
Consolidated Edison Co.	300,000.00
Consolidated Natural Gas Co.	446,000.00
Delaware Power & Light Co.	50,000.00
Delmarva Power Co.	500,000.00
Duke Power Co.	500,000.00
Duquesne Light Co.	150,000.00
Florida Power & Light Co.	100,000.00
General Electric Co.	50,000.00
Georgia Power Co.	500,000.00
Gulf States Utilities	100,000.00
Hartford Electric Co.	50,000.00
Houston Light & Power Co.	200,000.00
Idaho Power Co.	100,000.00
Illinois Bell Telephone Co.	1,000,000.00
Illinois Power Co.	50,000.00
Indiana & Michigan Electric Co.	50,000.00
International Bank	800,000.00
Iowa Illinois Gas & Electric Co.	98,000.00
Kansas Gas & Electric Co.	500,000.00
Massachusetts Electric Co.	50,000.00
Michigan Bell Telephone Co.	1,100,000.00
Montana Power Co.	100,000.00
Mountain States Tel. & Tel. Co.	100,000.00
Narragansett Electric Co.	250,000.00
New England Power Co.	50,000.00
New England Tel. & Tel. Co.	650,000.00
New Jersey Bell Telephone Co.	50,000.00
New York State Electric & Gas Co.	50,000.00
New York Tel. & Tel. Co.	350,000.00
Niagara Mohawk Power Co.	50,000.00
Northern Illinois Gas Co.	94,000.00
Northern Indiana Public Service Co.	100,000.00
Northern States Power Co.	99,000.00
Northern Bell Telephone Co.	150,000.00
Ohio Edison Co.	150,000.00

Ohio Power Co.	100,000.00
Oklahoma Gas & Electric Co.	100,000.00
Pacific Gas & Electric Co.	600,000.00
Pacific Tel. & Tel. Co.	450,000.00
Pennsylvania Electric Co.	150,000.00
Peoples Gas, Light & Coke Co.	91,000.00
Philadelphia Electric Co.	200,000.00
Potomac Electric Power Co.	100,000.00
Public Service Co. of Colorado	100,000.00
Public Service Co. of Indiana	50,000.00
Public Service Co. of Oklahoma	50,000.00
Public Service Electric & Gas Co.	100,000.00
San Diego Gas & Electric Co.	50,000.00
Shell Oil Co.	500,000.00
Southern Bell Tel. & Tel. Co.	300,000.00
Southern California Edison	350,000.00
Southwestern Bell Telephone Co.	150,000.00
Standard Oil—California	500,000.00
Tampa Electric Co.	50,000.00
Tennessee Valley Authority	450,000.00
Texas Electric Co.	500,000.00
Union Electric Co.	250,000.00
Union Light, Heat & Power Co.	100,000.00
Virginia Electric & Power Co.	195,000.00
Wisconsin Power & Electric Co.	646,000.00
Wisconsin Telephone Co.	50,000.00
TOTAL	<u>\$19,402,000.00</u>

NUMBER OF EMPLOYEES ON RETIREMENT AND CAUSE

SERVICE				DISABILITY												
Group	To Date	Died	Total End of Year	Accidental			Ordinary			Accidental		Death Total End of Year	Total End of Year			
				To Date	Died	Total End of Year	To Date	Died	Total End of Year	To Date	Died					
Laborers ...	575	35	540	31	1	30	11	..	11	2	..	2	583			
Clerks	307	13	294	5	..	5	5	..	5	1	..	1	305			
Teachers ...	142	7	135	..	..	..	9	1	8	..	..	..	143
Firemen ...	191	7	184	51	1	50	1	..	1	16	1	15	250			
Policemen ..	217	8	209	18	1	17	1	..	1	2	..	2	229			
Total	1432	70	1362	105	3	102	27	1	26	21	1	20	1510			

127 Teachers Under Chapter 2101, P. L. 1948

STATEMENT OF CHANGES IN THE MEMBERSHIP DURING THE YEAR ENDED JUNE 30, 1973

Group	Total Enrolled	Decrease in Membership	Increase or Decrease* in Active Members
Laborers	301	191	110
Clerks	128	201	* 73
Teachers .....	..	6	* 6
Firemen .....	..	33	* 33
Policemen .....	..	31	* 31
Total	429	462	* 33

Group	Resigned and Dismissed	Deaths	Total Withdrawals	Retirements	Suspensions	Decrease in Membership
Laborers	127	36	163	64	0	227
Clerks	168	13	181	33	0	214
Teachers .....	..	8	8	6	0	14
Firemen	2	8	10	31	0	41
Policemen	10	9	19	21	0	40
Total	307	74	381	155	0	536

STATEMENT OF TOTAL MEMBERSHIP AS OF JUNE 30, 1973

Group	Total Enrolled	Decrease in Membership	Net Active Membership
Laborers	14,229	12,630	1,599
Clerks	5,942	4,780	1,162
Teachers	2,331	2,325	6
Firemen	1,072	599	473
Policemen	1,225	907	318
Total	24,799	21,241	3,558


WITHDRAWALS, RETIREMENT AND SUSPENSIONS

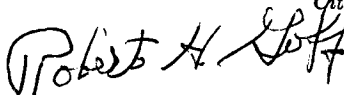
Group	Withdrawals	Retirement	Suspensions	Decrease in Membership
Laborers	11,326	1,280	23	12,629
Clerks	4,240	538	2	4,780
Teachers	1,778	547	..	2,325
Firemen	255	343	1	599
Policemen	615	292	..	907
Total	18,214	3,000	26	21,240

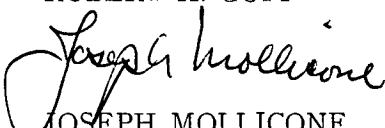
The members of the Retirement Board of the Employees' Retirement System of the City of Providence hereby certify that on February 28, 1974 they examined and accepted from City Treasurer Vincent T. Izzo and City Controller Norman K. DiSandro, their detailed certification of all securities owned by the Employees' Retirement System as of June 30, 1973. The members further certify that they also on February 28, 1974 examined the cash balances as of June 30, 1973 and hereby present their report as a true statement of receipts, disbursements and investments for the fiscal year ended June 30, 1973.

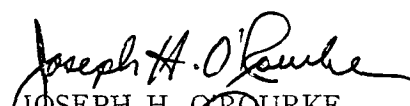
JOSEPH A. DOORLEY, JR.
Mayor and Chairman

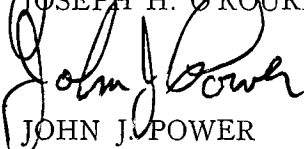

ROBERT F. LYNCH
Chairman Finance Committee


NORMAN K. DI SANDRO
City Controller


ROBERT H. GOFF


JOSEPH MOLLICONE


JOSEPH H. O'ROURKE


JOHN J. POWER