

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

**ANNUAL REPORT
OF THE
RETIREMENT BOARD**

**FOR THE FISCAL YEAR
ENDED JUNE 30, 1978**



CITY HALL

July 6, 1979

To the Honorable Vincent A. Cianci, 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 53rd annual report for the year ended June 30, 1978, giving 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, 1978

ASSETS

Cash		\$ 495,059.19
Receivables:		
Member Loan	\$ 1,562,585.20	
Member Loan Interest	5,100.00	
Due from General Fund (class a & b)	<u>2,763,013.00</u>	4,330,698.20
Investments		64,610,263.90
Accrued Interest on Investments		539,597.66
Total		<u>\$69,975,618.95</u>

RESERVE AND FUND BALANCES

Reserves:		
Teacher Excess Reserve	\$ 295,747.46	
Uncollected Loan Interest	5,100.00	
Due from General Fund (class a & b)	<u>2,763,013.00</u>	\$ 3,063,860.46
Fund Balances:		
Bequest to Employee's Retirement System Fund		7,356.50
Annuity Savings Fund:		
General Employee's	\$21,919,178.21	
Teacher Employee's	46,647.13	
Officials	<u>104,056.70</u>	22,069,882.04
Pension Accumulation Fund:		
General Employee's	\$(8,468,714.82)	
Teacher Employee's	<u>43,002.98</u>	(8,425,711.84)
Annuity Reserve Fund:		
General Employee's		\$9,853,779.17
Teacher Employee's	<u>298,121.97</u>	10,151,901.14
Pension Reserve Fund:		
General Employee's	\$42,915,089.78	
Teacher Employee's	<u>193,240.87</u>	43,108,330.65
Total Reserve and Fund Balances		<u>\$69,975,618.95</u>

Statement of Income
For the Year Ended June 30, 1978

Gross Income on Investments:			
Interest on United States Securities	\$	77,756.20	
Interest on Public Utility Bonds		1,500,924.94	
Interest on First Mortgages		171,898.86	
Interest on Certificates of Deposit		2,666.32	
Corporation Dividends		1,588,596.57	
Gain on Sale of Stock		518,096.15	
Amortization of Discounts on Public Utility Corporation Bonds		<u>7,062.24</u>	
Total Gross Income on Investments			\$3,867,001.28
Deduction from Gross Income on Investments:			
Trust Commission Expense	\$	40,799.65	
Net Loss on Sale of Investment		441,708.81	
Amortization of Premiums on Public Utility Corporation Bonds		<u>3,099.27</u>	
Total Deductions from Gross Income			\$ 485,607.73
Net Income on Investments			\$3,381,393.55
Add:			
Net Income on Member Loans		<u>92,221.82</u>	
Total Net Income for the Year			<u>\$3,473,615.37</u>
Average Investment			
Net Income Yield		\$63,154,352.09	
Average Member Loan		5.354%	
Net Income Yield		1,521,363.51	
Average Investments and Loans		6.062%	
Net Income Yield		\$64,675,715.60	
Net Income Yield		5.371%	

Employers Retirement Fund
Individual Investment Yields:

Type of Investment	Average Investment	Net Income	Yield
Corporate Bonds & Commercial Paper	\$26,752,351.04	\$1,507,554.23	5.635%
United States Government Securities	1,550,636.15	77,756.20	5.014%
Corporation Capital Stock	32,051,084.07	1,624,184.26	5.067%
First Mortgages	2,800,280.83	171,898.86	6.139%
Member Loans	<u>1,521,363.51</u>	<u>92,221.82</u>	6.062%
Total	<u>\$64,675,715.60</u>	<u>\$3,473,615.37</u>	

Statement of Cash Receipts and Disbursements
For the Year Ended June 30, 1978

Cash Balance July 1, 1977		\$ 290,925.79
Cash Receipts:		
Appropriations:		
City Class A	\$	827,795.95
City Class B		1,895,217.05
Water		421,028.00
School		1,065,353.85
Elected Officials		<u>65,219.75</u>
		\$4,274,614.60
Security Sales and Receipts:		
First Mortgage Receipts	\$	136,100.40
Corporation Stock		125,144.90
Commercial Paper		<u>2,817,500.00</u>
		\$3,078,745.30
Member Contributions:		
Payroll Deductions	\$	2,701,477.87
Lump Sum		<u>65,260.22</u>
		\$2,766,738.09
Member Loan Receipts:		
Loans	\$	707,403.45
Interest		<u>92,221.82</u>
		\$ 799,625.27
Retirement Allowance Refunds		
Interest Income Receipts	\$	2,243.46
		<u>3,344,359.23</u>
		\$3,346,602.69
Total Cash Receipts		<u>\$14,266,325.95</u>
Total Cash Available		\$14,557,251.74
Cash Disbursements:		
Purchase of Securities:		
Purchase of Commercial Paper ..	\$	1,881,769.95
Purchase of Corporation Stock ..		3,259,169.36
Purchase of Public Utility Bonds ..		<u>260,000.00</u>
		\$5,400,939.31
Annuity Refunds to Members		426,525.93
Loans to Members		930,489.62
Lump Sum Death Benefits		557,183.65
Retirement Allowances Lump Sum ..		163,020.53
Trust Commission Expense		40,799.65
Retirement Allowances		<u>6,543,233.86</u>
Total Cash Disbursements		<u>\$14,062,192.55</u>
Cash Balance June 30, 1978		<u>\$ 495,059.19</u>

**Increases and Decreases in Funds
During the Year Ended June 30, 1978**

General Annuity Savings Funds:	
Balance July 1, 1977	\$19,940,083.34
Increases:	
Member Contributions:	
Payroll Deductions	\$ 2,692,321.63
Lump Sum	65,260.22
Interest	<u>831,074.15</u>
	3,588,656.00
Total Balance and Increases	<u>\$23,528,739.34</u>
Decreases:	
Annuity Refund to Members	\$ 416,568.96
Lump Sum Death	38,457.46
Erroneous Deductions	9,956.97
Transfer to Interest	8,676.25
Transfer to Annuity Reserve	<u>1,135,901.49</u>
Balance June 30, 1978	<u>1,609,561.13</u>
	<u>\$21,919,178.21</u>
Bequest to Employee's Retirement System Fund:	
Balance July 1, 1977	\$ 7,356.60
Balance June 30, 1978	<u>\$ 7,356.50</u>
Teacher Annuity Savings Fund:	
Balance July 1, 1977	\$ 46,478.47
Increases:	
Interest	168.66
Balance June 30, 1978	<u>\$ 46,647.13</u>
Official Annuity Savings Fund:	
Balance July 1, 1977	\$ 91,012.04
Increases:	
Member Contributions:	
Payroll Deductions	\$ 9,156.24
Interest	<u>3,888.42</u>
Total Balance and Increases	<u>13,044.66</u>
Balance June 30, 1978	<u>\$ 104,056.70</u>

General Pension Accumulation Funds:	
Balance July 1, 1977	\$ (7,299,274.46)
Increases:	
Appropriations:	
City Class A	\$ 827,795.95
City Class B	1,895,217.05
School Class A	1,057,797.45
Water Class A	421,028.00
Elected Officials	65,219.75
School Dept. Elected Officials	7,556.40
Interest	<u>632,727.65</u>
	\$ 4,907,342.25
Decreases:	
Accidental Death	\$ 6,060.00
Accidental Disability	6,311.71
Ordinary Disability	7,466.04
Pension Service	115,560.53
Beneficiary Option	1,428.24
Transfer to Pension Reserve	<u>5,939,956.09</u>
	\$ 6,076,782.61
Balance June 30, 1978	<u>\$ (8,468,714.82)</u>
Teacher Pension Accumulation Fund:	
Balance July 1, 1977	\$ 42,910.50
Increases:	
Interest	92.48
Balance June 30, 1978	<u>\$ 43,002.98</u>
General Annuity Reserve Fund:	
Balance July 1, 1977	\$ 9,760,317.34
Increases:	
Death Benefit Refund	\$ 240.34
Interest	384,820.78
Transfer from General Annuity Savings	<u>1,135,901.49</u>
Total Balance and Increases	<u>1,520,962.61</u>
	\$11,281,279.95
Decreases:	
Accidental Death	
Accidental Disability	\$ 66,995.78
Ordinary Disability	13,265.04
Pension Service	1,208,875.78
Beneficiary Option II	46,163.92
Lump Sum Service and Excess	<u>92,200.26</u>
	1,427,500.78
Balance June 30, 1978	<u>\$ 9,853,779.17</u>

Teachers Annuity Reserve Fund:		
Balance July 1, 1977		\$ 322,317.80
Increases:		
Death Benefit Refund	\$ 6,109.26	
Interest	<u>6.00</u>	<u>6,115.26</u>
Total Balance and Increases		\$ 328,433.06
Decreases:		
Pension Service	\$ 30,137.59	
Beneficiary Option II	<u>173.50</u>	<u>30,311.09</u>
Balance June 30, 1978		\$ 298,121.97
General Pension Reserve Fund:		
Balance July 1, 1977		\$40,935,273.24
Increases:		
Death Benefit Refund	\$ 1,991.26	
Transfer from General Pension Accum.	5,939,956.09	
Interest	<u>1,642,264.14</u>	<u>7,584,211.49</u>
Total Balance and Increases		\$48,519,484.73
Decreases:		
Accidental Death	\$ 60,601.62	
Accidental Disability	533,020.57	
Ordinary Disability	52,083.50	
Pension Service	4,674,904.40	
Beneficiary Option II	120,764.33	
Lump Sum Option IV	<u>163,020.53</u>	<u>5,604,394.95</u>
Balance June 30, 1978		\$42,915,089.78
Teacher Pension Reserve Fund:		
Balance July 1, 1977		\$ 215,108.51
Increases:		
Death Benefit Refund	\$ 5.86	
Interest	<u>4,073.74</u>	<u>4,079.60</u>
Total Balance and Increases		\$ 219,188.11
Decreases:		
Pension Service	\$ 25,804.42	
Beneficiary Option II	<u>142.82</u>	<u>25,947.24</u>
Balance June 30, 1978		\$ 193,240.87
School Teacher Reserve Fund:		
Balance July 1, 1977		\$ 289,948.49
Increases:		
Interest	<u>5,798.97</u>	<u>5,798.97</u>
Balance June 30, 1978		\$ 295,747.46

COST OF OPERATION General Fund Appropriation For the Year Ended June 30, 1978

Personal Service:		
Salaries		\$ 59,639.00
Services Other Than Personal:		
Consulting Actuary	\$ 26,555.50	
Medical Services	3,000.00	
Telephone & Telegraph	40.00	
Postage, Freight & Express	1,200.00	
Travel Subsistence Other	-0-	
Printing & Binding	550.00	
Repairs to Office Machinery	750.00	
Dues and Subscriptions	100.00	
Fees not Classified	<u>-0-</u>	<u>32,195.50</u>
Materials and Supplies:		
Stationary, Printed Forms and Office Supplies ..		<u>2,470.00</u>
Total Cost of Operation		\$ 94,304.50

Investments as of June 30, 1978

(Exclusive of Member Loans)

	SUMMARY	Total Investment	Per Cent of Total Invested
Public Utility Bonds		\$24,627,183.51	38.12%
Certificate of Deposit		4,608,851.30	7.13%
United States Government Securities		1,550,636.15	2.40%
Corporation Capital Stock		31,083,427.50	48.11%
First Mortgage Investments		2,735,827.47	4.24%
Total		<u>\$64,605,925.93</u>	<u>100.00%</u>

United States Government Securities

		Annual Income 78-79
Treasury Bonds:		
7% November 15, 1979	\$ 1,000,000.00	70,000.00
7% August 15, 1981	500,000.00	35,000.00
7% August 15, 1981	50,000.00	3,500.00
Total Treasury Bonds	<u>\$ 1,550,000.00</u>	
Total Annual Income		<u>\$ 108,500.00</u>
Subordinate Note of		
8.5 Columbus National Bank of R.I.	<u>\$ 1,000,000.00</u>	<u>\$ 85,000.00</u>

First Mortgage Investments as of June 30, 1978

Metalized Ceramics 6.5	\$ 615,761.49	\$ 39,434.78
Metalized Ceramics 9.5	95,077.82	11,074.42
Foremost Lithograph 7.0	83,029.08	4,968.43
Foremost Lithograph 7.75	195,338.89	12,936.62
Westco Realty 7.5	648,554.68	45,523.99
Catamore 8.0	806,042.72	57,924.12
Foremost Lithograph 9.5 P	119,689.36	9,709.66
Foremost Lithograph 9.5 E	<u>172,333.43</u>	<u>14,346.61</u>
Total Mortgages	<u>\$ 2,735,827.47</u>	
Total Income		<u>\$ 195,918.63</u>

Corporation Stock Owned as of June 30, 1978

	Shares	Book Value
Preferred Stock		
Bristol Myers Co.	3,500	\$ 150,718.04
Norton Simon Inc.	15,000	960,046.30
RCA Corp.	1,600	105,864.98
Common Stock		
American Home Products	28,000	534,156.57
American Telephone and Telegraph	21,625	1,074,134.37
Armstrong Cork	16,000	459,205.67
Associated Dry Goods	1,050	27,098.69
Atlantic Richfield Co.	13,200	738,090.00
Avon	7,000	233,376.83
Bank of America	10,000	246,925.00
Bristol Myers	25,000	826,811.19
Burroughs Corp.	3,300	328,449.74
Caterpillar Tractors	21,500	753,825.35
Central Southwest	31,300	670,525.28
Citicorp	9,100	273,081.39
Continental Oil	9,560	312,747.73
Corning Glass	6,000	361,121.91
A.T. Cross	12,000	214,784.51
Dow Chemical	7,000	176,197.88
Dupont	275	32,065.57
Eastman Kodak	11,340	852,772.70
Emmerson Electric	1,020	36,337.36
Exxon	22,640	919,318.34
Federated Department Stores	14,100	620,582.11
Florida Light and Power Co.	17,550	553,064.62
Ford Motor Co.	4,750	181,899.53
General Foods Corp.	34,750	1,033,857.33
General Motors Corp.	12,400	986,256.63
Gillette Inc.	1,250	39,784.61
Honeywell Inc.	3,500	273,940.22
Industrial Bancorp Inc.	17,500	378,096.79
I.B.M.	7,455	1,451,866.83
International Paper	8,000	323,958.40
Johnson & Johnson	150	12,977.64
Louisville Gas & Electric Co.	7,000	210,800.38
Merck Inc.	500	37,137.30
Middle South Utilities	35,850	747,308.83
Minnesota Mining & Manufacturing	600	34,449.02
Mobil Oil Co.	19,000	903,604.06
Monsanto Chemical	8,400	463,610.73
J.P. Morgan	620	37,471.31
N.L.T. Corp.	1,000	16,899.63
N.Y. State Electric & Gas Co.	12,375	296,470.92
Owens Corning Fiberglass	12,000	397,813.73
Panhandle Eastern Pipeline	29,900	1,041,912.93
Pfizer	28,300	819,815.94
Phillips Petroleum	22,000	645,712.79
R.C.A. Corp.	17,500	645,263.92
Republic of Texas Corp.	20,000	668,783.51
Revlon Inc.	22,000	688,716.17
Sears, Roebuck and Co.	21,320	740,273.18
Square D. Co.	19,750	455,791.85
Standard Brands	8,000	204,845.00
Standard Oil Indiana	11,950	415,303.19
Sterling Drug Co.	26,500	753,533.96

Stop and Shop Inc.	12,500	231,270.08
Texaco Inc.	9,000	335,162.77
Texas Utilities Co.	21,000	484,512.73
Textron Inc.	16,000	483,162.53
Transamerica Corp.	20,515	379,249.80
Union Pacific Corp.	6,000	279,549.85
Virginia Electric & Power Co.	24,300	622,089.55
Western Bancorporation	23,950	750,962.88
Weyhauser	9,000	362,768.47
Xerox Corporation	10,920	785,240.38
Total Corporation Stock		<u>\$31,083,427.50</u>

Corporate Utility Bonds as of June 30, 1978

Coupon Rate	Name of Corporate Utility	Maturity	Par Value	Cost	Book Value	Unamortized Premiums	Balance Discount	Annual Income	Yield
8-7/8%	General Foods Corp.	7-01-90	\$ 100,000.00	\$ 101,125.00	\$ 101,125.00	1,125.00		\$ 8,875.00	8.776
8-5/8%	Georgia Power Co.	4-01-00	500,000.00	499,425.00	499,609.00		\$ 391.00	\$ 43,125.00	8.635
8-3/5%	General Electric Credit	4-01-85	100,000.00	99,471.00	99,471.00		529.00	8,600.00	8.646
8-1/2%	Southwestern Bell Tel. Co.	3-15-16	500,000.00	492,500.00	492,500.00		7,500.00	42,500.00	8.629
8-1/2%	Ford Motor Credit	5-01-88	100,000.00	98,875.00	98,875.00		1,125.00	8,500.00	8.597
8-1/2%	Kansas Gas & Electric Co.	3-01-00	500,000.00	495,650.00	497,042.00		2,958.00	42,500.00	8.572
8-1/2%	Duke Power Co.	3-01-00	500,000.00	500,025.00	500,017.00	17.00		42,500.00	8.500
8-3/8%	Western Electric	10-01-95	100,000.00	97,936.00	97,936.00		2,064.00	8,375.00	8.552
8-3/8%	Sears Roebuck	12-31-86	100,000.00	98,250.00	98,250.00		1,750.00	8,375.00	8.524
8-3/8%	Cleveland Electric Illum.	11-01-91	100,000.00	99,000.00	99,000.00		1,000.00	8,375.00	8.460
8-1/5%	Southwestern Bell Tel. Co.	1-15-82	100,000.00	100,250.00	100,250.00	250.00		8,200.00	8.180
8-3/20%	Smith Kline Corp.	12-15-84	100,000.00	99,090.00	99,090.00		910.00	8,150.00	8.225
8-1/8%	Southern New England Tel.	5-01-08	225,000.00	218,204.73	218,431.23		6,568.77	18,281.25	8.378
8-1/8%	Southern New England Tel.	5-01-08	75,000.00	73,139.23	73,201.25		1,798.75	6,093.75	8.332
8%	Wisconsin Power & Light Co.	7-01-01	500,000.00	498,850.00	499,127.70		872.30	40,000.00	8.018
7-9/10%	Deere & Co.	3-01-87	100,000.00	96,625.00	96,625.00		3,375.00	7,900.00	8.176
7-7/10%	Security Pacific Corp.	2-15-82	500,000.00	481,347.35	492,538.91		7,461.09	38,500.00	7.998
7-13/20%	Marathon Oil Co.	11-01-83	100,000.00	101,500.00	101,200.00	1,200.00		7,650.00	7.537
7-7/20%	Tenn. Valley Auth.	4-01-98	250,000.00	250,000.00	250,000.00			18,375.00	7.350
7-1/4%	General Motors	3-01-95	250,000.00	250,000.00	250,000.00			18,125.00	7.250
7-1/4%	Shell Oil Company	2-15-02	500,000.00	502,600.00	502,061.95	2,061.95		36,250.00	7.212
7-1/8%	Baltimore Gas & Electric	1-01-02	500,000.00	489,512.54	491,682.46		8,317.54	35,625.00	7.278
7-1/8%	Texas Electric Service Co.	1-01-92	500,000.00	495,489.00	496,913.54		3,086.46	35,625.00	7.190
7-1/8%	Cleveland Electric and Illum.	1-15-90	250,000.00	250,000.00	250,000.00			17,812.50	7.125
7%	Delmarva Power & Light Co.	1-01-98	500,000.00	482,596.44	486,773.34		13,226.66	35,000.00	7.252
7%	Standard Oil of Calif.	4-01-96	500,000.00	495,099.00	496,377.64		3,622.36	35,000.00	7.069
7%	American Tel. & Tel. Co.	2-15-01	1,250,000.00	1,250,000.00	1,250,000.00			87,500.00	7.000
6-7/8%	Caterpillar Tractor	6-01-92	500,000.00	493,848.43	495,790.99		4,209.01	34,375.00	6.961
6-1/2%	Exxon Corporation	7-15-98	500,000.00	500,000.00	500,000.00			32,500.00	6.500
6%	Exxon Corporation	11-01-97	500,000.00	500,000.00	500,000.00			30,000.00	6.000
6%	Standard Oil of Indiana	1-15-98	500,000.00	500,000.00	500,000.00			30,000.00	6.000
5-1/8%	Pacific Tel. & Tel. Co.	8-01-80	25,000.00	27,156.25	25,113.53	113.53		1,281.25	4.48
5%	Pacific Gas & Electric Co.	6-01-91	50,000.00	48,687.50	49,475.00		525.00	2,500.00	5.13
5%	Idaho Power Co.	5-15-89	100,000.00	100,802.00	100,286.48	286.48		5,000.00	4.95
5%	Pacific Gas & Electric Co.	6-01-89	50,000.00	50,411.25	50,145.85	145.85		2,500.00	4.93
5%	Union Light Heat & Power	7-01-89	100,000.00	101,115.00	100,398.06	398.06		5,000.00	4.93
5%	Philadelphia Electric Co.	10-01-89	50,000.00	50,557.50	50,218.86	218.86		2,500.00	4.93
5%	Mass Electric Co.	7-01-91	50,000.00	51,019.50	50,456.94	456.94		2,500.00	4.87

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Coupon Rate	Name of Corporate Utility	Maturity	Par Value	Cost	Book Value	Unamortized Premiums	Balance Discount	Annual Income	Yield
5%	Penn Electric Co.	8-01-89	50,000.00	51,191.50	50,425.42	425.42		2,500.00	4.85
5%	Cincinnati Gas & Electric Co.	5-01-90	100,000.00	104,500.00	101,767.76	1,767.76		5,000.00	4.60
4-7/8%	Houston Light & Power	8-01-89	50,000.00	49,125.00	49,687.50		312.50	2,437.50	4.97
4-7/8%	Michigan Bell Telephone Co.	8-01-94	50,000.00	49,687.50	49,857.96		142.04	2,437.50	4.92
4-7/8%	San Diego Gas & Electric Co.	10-01-87	50,000.00	50,137.50	50,040.60	40.60		2,437.50	4.85
4-7/8%	Houston Light & Power	8-01-89	50,000.00	50,605.00	50,216.02	216.02		2,437.50	4.81
4-7/8%	Iowa Illinois Gas & Electric	5-01-91	98,000.00	99,161.30	98,520.49	520.49		4,777.50	4.80
4-7/8%	Southern California Edison Co.	9-01-82	25,000.00	25,277.50	25,046.19	46.19		1,218.75	4.78
4-7/8%	Gulf State Utilities Co.	10-01-87	50,000.00	50,762.50	50,225.75	225.75		2,437.50	4.75
4-7/8%	Consolidated Natural Gas	6-01-82	23,000.00	23,460.00	23,065.73	65.73		1,121.25	4.74
4-7/8%	Baltimore Gas & Electric Co.	6-01-80	16,000.00	16,680.00	16,017.68	17.68		804.37	4.50
4-3/4%	Ohio Edison Co.	6-01-91	100,000.00	99,000.00	99,551.84		448.16	4,750.00	4.82
4-3/4%	American Telephone & Telegraph	6-01-98	850,000.00	850,000.00	850,000.00			40,375.00	4.75
4-3/4%	Consolidated Natural Gas Co.	5-01-86	50,000.00	50,365.00	50,121.64	121.64		2,375.00	4.70
4-3/4%	Central Illinois Public Service Co.	1-01-89	50,000.00	50,816.50	50,291.44	291.44		2,375.00	4.65
4-3/4%	Houston Lighting and Power Co.	11-01-87	50,000.00	50,816.50	50,241.75	241.75		2,375.00	4.62
4-3/4%	Indiana and Michigan Electric Co.	11-01-88	50,000.00	51,218.00	50,405.84	405.84		2,375.00	4.60
4-3/4%	Michigan Bell Telephone Co.	11-01-92	50,000.00	51,312.50	50,550.38	550.38		2,375.00	4.60
4-3/4%	Gulf State Utilities Co.	1-01-89	50,000.00	51,226.00	50,437.78	437.78		2,375.00	4.54
4-3/4%	Southwestern Bell Telephone Co.	10-01-92	50,000.00	52,750.00	51,153.22	1,153.22		2,375.00	4.42
4-3/4%	Houston Power & Light	11-01-87	50,000.00	52,000.00	50,615.26	615.26		2,375.00	4.43
4-5/8%	Penn Electric Co.	5-01-91	50,000.00	49,250.00	49,663.92		336.08	2,312.50	4.72
4-5/8%	Philadelphia Electric Co.	9-01-87	50,000.00	49,668.75	49,901.88		98.12	2,312.50	4.68
4-5/8%	Virginia Electric Power	9-01-90	50,000.00	49,562.50	49,812.58		187.42	2,312.50	4.68
4-5/8%	Michigan Bell Telephone Co.	8-01-96	100,000.00	99,500.00	99,735.36		264.64	4,625.00	4.65
4-5/8%	Tennessee Valley Authority	7-01-86	250,000.00	249,375.00	249,791.80		208.20	11,562.50	4.65
4-5/8%	Wisconsin Power & Light	3-01-89	46,000.00	45,885.00	45,958.06		41.94	2,127.50	4.63
4-5/8%	Public Service of Colorado	5-9-89	50,000.00	50,000.00	50,000.00			2,312.50	4.625
4-5/8%	American Telephone & Telegraph	2-01-94	1,000,000.00	1,000,000.00	1,000,000.00			46,250.00	4.625
4-5/8%	New England Telephone & Tel.	7-01-05	500,000.00	500,000.00	500,000.00			23,125.00	4.625
4-5/8%	New York Telephone Co.	1-01-02	200,000.00	200,000.00	200,000.00			9,250.00	4.625
4-5/8%	Pacific Telephone & Telegraph Co.	4-01-99	250,000.00	250,000.00	250,000.00			11,562.50	4.625
4-5/8%	Northern States Power Co.	6-01-87	49,000.00	49,012.00	49,003.60	3.60		2,266.25	4.62
4-5/8%	Peoples Gas Light & Coke Co.	5-01-86	91,000.00	91,335.80	91,111.96	111.96		4,208.75	4.60
4-5/8%	Pacific Telephone & Telegraph Co.	11-01-90	50,000.00	50,375.00	50,142.26	142.26		2,312.50	4.59
4-5/8%	Southwest Bell Telephone	8-01-95	100,000.00	100,625.00	100,303.02	303.02		4,625.00	4.58
4-5/8%	Virginia Electric Power	9-01-90	50,000.00	50,364.50	50,143.16	143.16		2,312.50	4.57
4-5/8%	New England Telephone & Tel.	4-01-99	50,000.00	50,500.00	50,283.77	283.77		2,312.50	4.57
4-5/8%	Penn Electric Co.	5-01-91	50,000.00	50,446.50	50,200.10	200.10		2,312.50	4.55
4-5/8%	Potomac Electric Power Co.	12-01-93	50,000.00	50,666.00	50,291.24	291.24		2,312.50	4.55
4-5/8%	Southern Bell Telephone & Tel.	12-01-93	50,000.00	50,666.00	50,291.24	291.24		2,312.50	4.590

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Coupon Rate	Name of Corporate Utility	Maturity	Par Value	Cost	Book Value	Unamortized Premiums	Balance Discount	Annual Income	Yield
4-5/8%	Public Service of Colorado	5-01-89	50,000.00	50,622.50	50,222.36	222.36		2,312.50	4.55
4-5/8%	Narragansett Electric	1-01-94	250,000.00	253,087.20	251,596.76	1,596.76		11,562.50	4.550
4-5/8%	Public Service Electric & Gas Co.	8-01-88	50,000.00	51,035.50	50,332.69	332.69		2,312.50	4.50
4-5/8%	New York State Electric & Gas ...	5-01-87	50,000.00	50,787.50	50,244.30	244.30		2,312.50	4.49
4-5/8%	Boston Edison Co.	6-01-87	50,000.00	50,787.25	50,244.25	244.25		2,312.50	4.49
4-5/8%	Pacific Telephone & Telegraph ...	11-01-90	50,000.00	51,325.00	50,502.58	502.58		2,312.50	4.47
4-5/8%	North Illinois Gas Co.	7-01-85	94,000.00	94,346.86	94,090.33	90.33		4,347.50	4.40
4-5/8%	Ohio Power Co.	4-01-89	50,000.00	51,286.00	50,459.26	459.26		2,312.50	4.42
4-5/8%	American Telephone & Telegraph ...	2-01-94	200,000.00	206,500.00	203,249.95	3,249.95		9,250.00	4.42
4-5/8%	Boston Edison Co.	6-01-87	50,000.00	51,750.00	50,538.42	538.42		2,312.50	4.41
4-1/2%	Montana Power Co.	4-01-89	50,000.00	49,312.50	49,754.40		245.60	2,250.00	4.58
4-1/2%	Northern Indiana Public Service ...	1-15-89	50,000.00	49,500.00	49,821.48		178.52	2,250.00	4.54
4-1/2%	Pacific Gas & Electric Co.	6-01-90	50,000.00	49,750.00	49,905.16		94.84	2,250.00	4.53
4-1/2%	Pacific Gas & Electric Co.	6-01-90	50,000.00	50,012.50	50,004.58	4.58		2,250.00	4.50
4-1/2%	Union Electric Co.	4-01-95	200,000.00	200,000.00	200,000.00			9,000.00	4.50
4-1/2%	International Bank	2-01-90	800,000.00	800,000.00	800,000.00			36,000.00	4.50
4-1/2%	Virginia Electric & Power Co.	12-01-87	45,000.00	45,232.40	45,068.81	68.81		2,025.00	4.46
4-1/2%	Montana Power Co.	4-01-89	50,000.00	50,590.00	50,210.74	210.74		2,250.00	4.43
4-1/2%	Ohio Edison Co.	4-01-89	50,000.00	50,590.00	50,210.74	210.74		2,250.00	4.43
4-1/2%	Oklahoma Gas & Electric Co.	1-01-87	50,000.00	50,750.00	50,230.70	230.70		2,250.00	4.42
4-1/2%	Cincinnati & Suburban Tel. Co.	10-01-93	25,000.00	25,450.50	25,197.06	197.06		1,125.00	4.40
4-1/2%	Northern Indiana Public Service Co.	1-15-89	50,000.00	50,840.50	50,300.14	300.14		2,250.00	4.40
4-1/2%	New York Telephone Co.	5-15-91	25,000.00	25,444.87	25,175.18	175.18		1,125.00	4.370
4-1/2%	Wisconsin Telephone Co.	7-01-92	50,000.00	51,500.00	50,628.98	628.98		2,250.00	4.32
4-2/5%	Tennessee Valley Authority	11-15-85	200,000.00	197,250.00	199,163.12		836.88	8,800.00	4.50
4-3/8%	Southern Bell Telephone	4-04-01	400,000.00	231,416.00	231,416.00		168,584.00	17,500.00	7.562
4-3/8%	Southern California Edison	9-01-85	150,000.00	148,125.00	149,511.01		488.99	6,562.50	4.470
4-3/8%	Consolidated Natural Gas	8-01-83	150,000.00	148,500.00	149,714.31		285.69	6,562.50	4.440
4-3/8%	Hartford Electric Light	10-01-88	50,000.00	49,625.00	49,874.84		125.16	2,187.50	4.43
4-3/8%	Illinois Bell Telephone Co.	3-01-94	50,000.00	49,625.00	49,829.48		170.52	2,187.50	4.42
4-3/8%	Southern Bell Telephone & Tel.	3-01-98	50,000.00	49,750.00	49,861.20		138.80	2,187.50	4.42
4-3/8%	Cleveland Electric & Illuminating ...	4-01-94	50,000.00	49,812.50	49,914.74		85.26	2,187.50	4.41
4-3/8%	Florida Power & Light	12-01-86	50,000.00	49,875.00	49,963.57		36.43	2,187.50	4.400
4-3/8%	Consolidated Edison	6-01-92	200,000.00	199,000.00	199,535.80		464.20	8,750.00	4.40
4-3/8%	Mountain States Telephone Co.	2-01-88	50,000.00	49,875.00	49,958.34		41.66	2,187.50	4.39
4-3/8%	Philadelphia Electric Co.	12-01-86	50,000.00	50,000.00	50,000.00			2,187.50	4.38
4-3/8%	Southern Cal. Edison Co.	9-01-85	100,000.00	100,000.00	100,000.00			4,375.00	4.375
4-3/8%	Southern Bell Telephone & Tel.	4-01-01	200,000.00	200,000.00	200,000.00			8,750.00	4.375
4-3/8%	American Telephone & Telegraph ...	5-01-99	400,000.00	400,000.00	400,000.00			17,500.00	4.375
4-3/8%	Illinois Bell Telephone Co.	3-01-94	900,000.00	900,000.00	900,000.00			39,375.00	4.375
4-3/8%	Michigan Bell Telephone Co.	12-01-91	800,000.00	800,000.00	800,000.00			35,000.00	4.375
4-3/8%	Pacific Gas & Electric Co.	6-01-94	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
4-3/8%	Consolidated Natural Gas	4-01-88	150,000.00	150,562.50	150,210.90	210.90		6,562.50	4.36
4-3/8%	Public Service Co. of Indiana	2-01-89	50,000.00	50,220.50	50,073.44	73.44		2,187.50	4.35
4-3/8%	Northwestern Bell Telephone Co.	5-01-89	50,000.00	50,375.00	50,133.80	133.80		2,187.50	4.33
4-3/8%	Illinois Bell Telephone Co.	3-01-94	50,000.00	50,512.50	50,232.96	232.96		2,187.50	4.32
4-3/8%	Consolidated Natural Gas Co.	8-01-83	50,000.00	50,583.50	50,101.47	101.47		2,187.50	4.30
4-3/8%	American Telephone & Telegraph ...	4-01-85	25,000.00	25,224.87	25,051.87	51.87		1,093.75	4.30
4-3/8%	Northwestern Bell Telephone Co.	5-01-89	50,000.00	50,512.25	50,181.65	181.65		2,187.50	4.30
4-3/8%	Public Service Electric & Gas	11-01-86	50,000.00	50,628.50	50,162.90	162.90		2,187.50	4.28
4-3/8%	Northwestern Bell Telephone Co.	5-01-89	50,000.00	51,000.00	50,357.04	357.04		2,187.50	4.26
4-3/8%	Pacific Telephone & Telegraph Co.	8-15-88	50,000.00	51,265.00	50,379.43	379.43		2,187.50	4.19
4-3/8%	Florida Power & Light Co.	12-01-86	50,000.00	53,000.00	50,807.59	807.59		2,187.50	4.01
4-1/4%	Wisconsin Power and Light	5-01-92	100,000.00	98,250.00	99,187.50		812.50	4,250.00	4.37
4-1/4%	Duquesne Light Co.	3-01-89	50,000.00	49,437.50	49,799.12		200.88	2,125.00	4.33
4-1/4%	Ohio Power Co.	11-01-86	50,000.00	49,500.00	49,860.00		140.00	2,125.00	4.31
4-1/4%	Duquesne Light Co.	3-01-89	50,000.00	50,012.50	50,004.40	4.40		2,125.00	4.25
4-1/4%	Tampa Electric Co.	7-01-88	50,000.00	51,300.00	50,417.83	417.83		2,125.00	4.10
4-1/4%	Southern California Edison Co.	2-15-82	25,000.00	26,187.50	25,161.88	161.88		1,062.50	3.87
4-1/8%	New York Telephone Co.	7-01-93	50,000.00	48,250.00	49,234.42		765.58	2,062.50	4.33
4-1/8%	Chesapeake and Potomac Tel. Co.	12-01-93	50,000.00	48,250.00	49,234.42		765.58	2,062.50	4.33
4-1/8%	Cincinnati Gas & Electric Co.	5-01-87	50,000.00	49,637.25	49,887.45		112.55	2,062.50	4.18
4%	Consolidated Edison	6-01-88	50,000.00	48,812.50	49,618.48		381.52	2,000.00	4.18
4%	Northern States Power Co.	7-01-88	50,000.00	50,012.50	50,003.95	3.95		2,000.00	4.00
4%	Baltimore Gas & Electric Co.	3-01-93	50,000.00	50,750.00	50,318.13	318.13		2,000.00	3.97
4%	New England Power Company ...	6-01-88	50,000.00	51,340.00	50,430.66	430.66		2,000.00	3.85
4%	Illinois Power Company	5-01-88	50,000.00	51,340.00	50,430.66	430.66		2,000.00	3.85
4%	New England Telephone & Tel.	4-01-93	25,000.00	25,723.75	25,306.99	306.99		1,000.00	3.81
3-7/8%	Public Service of Oklahoma	5-01-88	50,000.00	49,792.50	49,933.48		66.52	1,937.50	3.91
3-7/8%	Delaware Power and Light Co.	6-01-88	50,000.00	50,233.50	50,075.04	75.04		1,937.50	3.85
3-7/8%	Oklahoma Gas & Electric Co.	6-01-88	50,000.00	50,512.50	50,164.61	164.61		1,937.50	3.82
3-7/8%	New Jersey Bell Telephone Co.	4-01-93	25,000.00	25,270.25	25,114.64	114.64		968.75	3.82
3-7/8%	Virginia Electric Power Co.	6-01-88	50,000.00	50,501.00	50,160.90	160.90		1,937.50	3.80
3-7/8%	Niagara Mohawk Power Co.	6-01-88	50,000.00	50,680.00	50,218.49	218.49		1,937.50	3.78
3-7/8%	American Telephone & Telegraph ...	7-01-90	25,000.00	25,692.50	25,237.95	237.95		968.75	3.69
3-3/4%	Duquesne Light Co.	4-01-88	50,000.00	48,000.00	49,357.17		642.83	1,875.00	4.05
3-3/4%	Philadelphia Electric Co.	5-01-88	50,000.00	49,887.50	49,966.92		33.08	1,875.00	3.77
3-3/4%	Bell Telephone of Penn.	2-01-89	25,000.00	25,125.00	25,043.02	43.02		937.50	3.72
3-3/4%	Commonwealth Edison Co.	3-01-88	100,000.00	100,918.75	100,295.17	295.17		3,750.00	3.68
3-3/4%	Union Electric Co.	7-01-86	50,000.00	51,183.50	50,295.83	295.83		1,875.00	3.58
3-5/8%	Potomac Electric Power Co.	6-01-91	50,000.00	50,554.50	50,201.49	201.49		1,812.50	3.55
3-5/8%	Consolidated Edison Co. of N.Y.	5-01-86	50,000.00	50,701.00	50,175.16	175.16		1,812.50	3.53
3-1/2%	Commonwealth Edison	6-01-86	50,000.00	50,007.25	50,001.79	1.79		1,750.00	3.50
			\$25,012,000.00	\$24,802,584.52	\$24,794,419.81	\$31,446.44	\$249,026.63	\$1,440,946.87	

**Summary of Utility Corporation Bond Holdings
As of June 30, 1978**

Name of Corporation	Par Value
American Telephone & Telegraph Co.	\$ 3,750,000.00
Baltimore Gas & Electric Co.	566,000.00
Bell Telephone Co. of Pennsylvania	25,000.00
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.	25,000.00
Cleveland Electric & Illuminating Co.	400,000.00
Commonwealth Edison Co.	150,000.00
Consolidated Edison Co.	300,000.00
Consolidated Natural Gas Co.	423,000.00
Deere Co.	100,000.00
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
Exxon Corp.	1,000,000.00
Florida Power & Light Co.	100,000.00
Ford Motor Credit	100,000.00
General Electric Credit	100,000.00
General Foods	100,000.00
General Motors	250,000.00
Georgia Power	500,000.00
Gulf State 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
Marathon Oil Co.	100,000.00
Massachusetts Electric Co.	50,000.00
Michigan Bell Telephone Co.	1,000,000.00
Montana Power Co.	100,000.00
Mountain States Tel. & Tel. Co.	50,000.00
Narragansett Electric Co.	250,000.00
New England Power Co.	50,000.00
New England Telephone & Telegraph	575,000.00
New Jersey Bell Telephone Co.	25,000.00
New York State Electric & Gas Co.	50,000.00
New York Tel. & Tel. Co.	275,000.00
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
Northwestern 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 Telephone & Telegraph	425,000.00
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 Gas & Electric	100,000.00
San Diego Gas & Electric Co.	50,000.00
Sears	100,000.00
Security Pacific Corp.	500,000.00
Shell Oil Co.	500,000.00
Smith Kline Corp.	100,000.00
Southern Bell Tel. & Tel. Co.	700,000.00
Southern California Edison	300,000.00
Southern New England Telephone	300,000.00
Southwestern Bell Telephone Co.	750,000.00
Standard Oil California	500,000.00
Standard Oil Indiana	500,000.00
Tampa Electric Co.	50,000.00
Tennessee Valley Authority	700,000.00
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
Western Electric	100,000.00
Wisconsin Power & Electric Co.	646,000.00
Wisconsin Telephone Co.	50,000.00
	<u>\$25,012,000.00</u>

NUMBER OF EMPLOYEES ON RETIREMENT AND CAUSE

Group	SERVICE			DISABILITY						Accidental Death		
	To Date	Died	Total End of Year	Accidental			Ordinary			To Date	Died	Total End of Year
				To Date	Total End of Year	Year	To Date	Total End of Year	Year			
Laborers	707	51	702	27	3	25	16	2	16	4	1	4
Clerks	400	22	411	5	—	5	8	—	8	1	—	1
Teachers	98	11	87	—	—	—	4	—	4	—	—	—
Firemen	208	3	222	69	2	67	1	—	1	13	—	14
Policemen	269	6	276	17	1	17	1	—	1	2	—	2
Total	1682	93	1698	118	6	114	30	2	30	20	1	21

86 Teachers Under Chapter 2101, P.L. 1948

STATEMENT OF CHANGES IN THE MEMBERSHIP DURING THE YEAR ENDED JUNE 30, 1978

Group	Total Enrolled	Decrease in Membership	Increase or Decrease* in Active Members
Laborers	62	238	176*
Clerks	82	219	137*
Teachers	—	0	0*
Firemen	—	24	24*
Policemen	20	23	3*
Total	164	504	340

Group	Resigned Dismissed	Deaths	Total Withdrawals	Retirements	Suspensions	Decrease in Membership
Laborers	188	52	134	50	54	290
Clerks	186	22	133	33	53	241
Teachers	0	11	0	0	0	11
Firemen	6	6	3	18	3	30
Policemen	9	7	4	14	5	30
Total	389	98	274	115	115	602

STATEMENT OF TOTAL MEMBERSHIP AS OF JUNE 30, 1978

Group	Total Enrolled	Decrease in Membership	Net Active Membership
Laborers	14974	13714	1260
Clerks	7067	5636	1431
Teachers	2331	2328	3
Firemen	1138	713	425
Policemen	1334	1030	304
Total	26844	23421	3423

WITHDRAWALS, RETIREMENT AND SUSPENSIONS

Group	Withdrawals	Retirement	Suspensions	Decrease in Membership
Laborers	11983	1653	77	13713
Clerks	4864	717	55	5636
Teachers	1779	549	—	2328
Firemen	266	443	4	713
Policemen	630	395	5	1030
Total	19522	3757	141	23420

The members of the Retirement Board of the Employees' Retirement System of the City of Providence hereby certify that on August 23, 1979 they examined and accepted from City Treasurer Stephen Napolitano and Acting City Controller Steven A. Pitassi, their detailed certification of all securities owned by the Employees' Retirement System as of June 30, 1978. The members further certify that they also on August 23, 1979 examined the cash balance as of June 30, 1978 and hereby present their report as a true statement of receipts, disbursements and investments for the fiscal year ended June 30, 1977.

VINCENT A. CIANCI, JR.
Mayor and Chairman

CAROLYN F. BRASSIL
Chairman Finance Committee

STEVEN A. PITASSI
Acting City Controller

ANN T. MCCRINK

ERNEST A. ROTELLA

ALFRED B. MENDILLO

ENRICO J. LANDI

JOHN J. POWER, JR.

EDMOND F. MARNANE

JAMES QUATTROCCHI

JACK WILKES