

EMPLOYEES' RETIREMENT
SYSTEM OF THE CITY
OF PROVIDENCE

ANNUAL REPORTS

OF THE

RETIREMENT BOARD

FOR THE FISCAL YEARS

ENDED 1952 AND 1953

IN CITY COUNCIL

MAR 4 - 1954

RESOLVED:

WHEREAS IT IS ORDERED THAT
THE SAME BE RECEIVED.

N. Everett Whelan
CLERK

CITY HALL, MARCH 4, 1954

*To The Honorable Walter H. Reynolds, 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 combined ~~twenty-seventh~~^{EIGHTH} and ~~twenty-eighth~~^{NINTH} annual reports for the years ended September 30, 1952 and September 30, 1953, 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

September 30, 1952

ASSETS

Cash	\$	253,211.30
Accounts Receivable		1.15
Investments		11,949,500.00
Total Assets		<u>\$12,202,712.45</u>

FUND BALANCES

Annuity Savings Funds:		
General Employees	\$3,647,450.40	
Teacher Employees	789,171.31	\$ 4,436,621.71
Pension Accumulation Funds:		
General Employees	\$4,541,613.69	
Teacher Employees	1,003,044.09	5,544,657.78
Annuity Reserve Funds:		
General Employees	\$ 716,673.68	
Teacher Employees	294,978.64	1,011,652.32
Pension Reserve Funds:		
General Employees	\$ 911,585.44	
Teacher Employees	298,195.20	1,209,780.64
Total Fund Balances		<u>\$12,202,712.45</u>

Statement of Cash Receipts and Disbursements

For the Year Ended September 30, 1952

Cash Balance, October 1, 1951	\$	350,066.75
Cash Receipts:		
City Appropriation	\$	727,744.00
Members' Contributions		499,612.44
Pension Payroll Refunds		100.50
City of Providence Bonds (Matured)		137,500.00
Interest on Investments		317,052.50
Total Cash Receipts		<u>1,682,009.44</u>
Total Available		\$ 2,032,076.19
Cash Disbursements:		
Pension Payrolls	\$	363,180.84
Lump Sum Payments (Option I)		26,620.80
Withdrawals		190,041.86
Purchase of U. S. Government Bonds		1,004,000.00
Purchase of City of Providence Bonds		185,000.00
Accrued Interest on Bonds Purchased		10,021.39
Total Cash Disbursements		<u>1,778,864.89</u>
Cash Balance, September 30, 1952	\$	<u>253,211.30</u>

Increases and Decreases in Funds
During the Year Ended September 30, 1952

Annuity Savings Fund:		
Balance October 1, 1951.....		\$ 3,183,764.19
Increases:		
Member Contributions	\$ 499,612.44	
Interest.	133,464.44	
Due from Blue Cross.....	1.15	633,078.03
		<hr/>
Total Balance and Increases.....		\$ 3,816,842.22
Decreases:		
Member Refunds	\$ 151,566.31	
Transfers to Annuity Reserve (Retirements).....	17,746.14	
Corrections (Erroneous Collections)	79.37	169,391.82
		<hr/>
Balance, September 30, 1952.....		<u>\$ 3,647,450.40</u>
Teacher Annuity Savings Fund:		
Balance, October 1, 1951.....		\$ 865,243.87
Increases:		
Interest.		16,675.82
		<hr/>
Total Balance and Increases.....		\$ 881,919.69
Decreases:		
Member Refunds	\$ 38,400.77	
Transfers to Teacher Annuity Reserve.....	54,347.61	92,748.38
		<hr/>
Balance, September 30, 1952.....		<u>\$ 789,171.31</u>
Pension Accumulation Fund:		
Balance, October 1, 1951.....		\$ 4,099,557.14
Increases:		
City Appropriation	\$ 727,744.00	
Interest.	93,037.47	
Adjustment of Death Settlements.....	30.95	
Transfer from Annuity Reserve.....	128.04	820,940.46
		<hr/>
Total Balance and Increases.....		\$ 4,920,497.60
Decreases:		
Pension Payments	\$ 153,142.05	
Transfers to Pension Reserve (Retirements).....	11,344.86	
Transfer to Pension Reserve (Actuary).....	21,024.00	
Transfer to Annuity Reserve (Actuary).....	193,373.00	378,883.91
		<hr/>
Balance, September 30, 1952.....		<u>\$ 4,541,613.69</u>
Teacher Pension Accumulation Fund:		
Balance, October 1, 1951.....		\$ 1,124,241.27
Increases:		
Interest.		13,664.41
		<hr/>
Total Balance and Increases.....		\$ 1,137,905.68
Decreases:		
Transfers to Teacher Pension Reserve (Retirements) .	\$ 94,793.59	
Transfers to Teacher Annuity Reserve (Actuary)....	40,068.00	134,861.59
		<hr/>
Balance, September 30, 1952.....		<u>\$ 1,003,044.09</u>

Annuity Reserve Fund:		
Balance, October 1, 1951.....	\$	569,010.54
Increases:		
Interest.....	\$	21,436.95
Transfers from Annuity Savings (Retirements).....		17,746.14
Transfers from Pension Accumulation (Actuary).....		193,373.00
Adjustment of Death Settlements.....		22.92
		<u>232,579.01</u>
Total Balance and Increases.....	\$	801,589.55
Decreases:		
Annuity Payments.....	\$	84,762.73
Lump Sum Payments.....		25.10
Transfer to Pension Accumulation.....		128.04
		<u>84,915.87</u>
Balance, September 30, 1952.....	\$	<u>716,673.68</u>

Teacher Annuity Reserve Fund:		
Balance, October 1, 1951.....	\$	229,542.35
Increases:		
Interest.....	\$	4,431.96
Transfers from Teacher Annuity Savings (Retirements).....		54,347.61
Transfers from Teacher Pension Accumulation (Actuary).....		40,068.00
		<u>98,847.57</u>
Total Balance and Increases.....	\$	328,389.92
Decreases:		
Annuity Payments.....	\$	19,127.30
Lump Sum Payments.....		14,283.98
		<u>33,411.28</u>
Balance, September 30, 1952.....	\$	<u>294,978.64</u>

Pension Reserve Fund:		
Balance, October 1, 1951.....	\$	930,643.41
Increases:		
Interest.....	\$	35,833.80
Transfers from Pension Accumulation (Retirements).....		32,368.86
Adjustment of Death Settlements.....		46.63
		<u>68,249.29</u>
Total Balance and Increases.....	\$	998,892.70
Decreases:		
Pension Payments.....		87,307.26
Balance, September 30, 1952.....	\$	<u>911,585.44</u>

Teacher Pension Reserve Fund:		
Balance, October 1, 1951.....	\$	230,063.98
Increases:		
Interest.....	\$	4,490.85
Transfers from Teacher Pension Accumulation (Retirements).....		94,793.59
		<u>99,284.44</u>
Total Balance and Increases.....	\$	329,348.42
Decreases:		
Pension Payments.....	\$	18,841.50
Lump Sum Payments.....		12,311.72
		<u>31,153.22</u>
Balance, September 30, 1952.....	\$	<u>298,195.20</u>

COST OF OPERATION

"General Fund Appropriation"

For the Year Ended September 30, 1952

Personal Services:	
Salaries	\$ 7,161.33
Services Other Than Personal:	
Consulting Actuary	\$ 10,427.37
Medical Services	852.00
Notary Public Certificate	10.00
Telephone and Telegraph	4.55
Postage, Freight and Express	44.22
Transportation	66.68
Travel Subsistence	48.50
Special Subsistence	9.55
Printing and Binding	1,759.85
Repairs to Office Machinery	103.90
Rental of Office Machinery	90.77
Certified Copies of Amendment to Act	9.00
Total	13,426.39
Materials and Supplies:	
Stationery, Printed Forms and Office Supplies	113.29
Total Cost of Operation	\$ 20,701.01

Investments as of September 30, 1952

City of Providence Bonds:	
Sinking Fund Bonds:	
4% Highway Bonds due April, 1953	\$ 55,000.00
4% School Bonds due April, 1953	40,000.00
4% School Bonds due January, 1958	600,000.00
4% Sewer Bonds due January, 1956	220,000.00
4% Water Supply Bonds due July, 1962	1,000,000.00
	\$ 1,915,000.00
Serial Bonds:	
3% P.W.A. School Bonds, Docket 6579, due January, 1952 to 1963	\$ 300,000.00
2% Unemployment Relief Bonds, due September, 1952 to 1960	160,000.00
2% Refunding Bonds, due June, 1951-1965	1,804,500.00
	2,264,500.00
United States Bonds:	
2½% Savings Bonds, Series G, April 1, 1955	\$ 100,000.00
2½% Savings Bonds, Series G, January 1, 1957	100,000.00
2½% Savings Bonds, Series G, January 1, 1958	100,000.00
2½% Savings Bonds, Series G, January 1, 1959	100,000.00
2½% Savings Bonds, Series G, January 1, 1960	100,000.00
2½% Savings Bonds, Series G, October 1, 1962	500,000.00
2½% Savings Bonds, Series G, November 1, 1962	500,000.00
2.76% Savings Bonds, Series K, July 1, 1964	200,000.00
2% U. S. Treasury Bonds, December 15, 1952-1954	1,000,000.00
2¼% U. S. Treasury Bonds, June 15, 1959-1962	700,000.00
2½% U. S. Treasury Bonds, March 15, 1965-1970	400,000.00
2½% U. S. Treasury Bonds, March 15, 1966-1971	970,000.00
2½% U. S. Treasury Bonds, December 15, 1967-1972	1,700,000.00
2½% U. S. Treasury Bonds, June 15, 1962-1967	1,300,000.00
	7,770,000.00
Total Investments	\$11,949,500.00

NUMBER OF EMPLOYEES ON RETIREMENT AND CAUSE

Group	SERVICE			DISABILITY						Accidental Death			Total End of Year	
	During Year	Died	Total End of Year	Accidental During Year	Accidental End of Year	Ordinary During Year	Ordinary End of Year	Total End of Year	During Year	Died	End of Year			
Laborers ...	49	6	43	38	3	35	1	..	1	36	3	..	3	82
Clerks ...	43	8	35	..	..	..	1	..	1	1	..	..	..	36
Teachers ...	216	14	202	..	..	..	34	2	32	32	..	..	..	234
Firemen ...	1	..	1	30	1	29	2	..	2	29	6	..	6	38
Policemen ..	4	..	4	7	..	7	3	1	2	9	3	..	3	16
Total	313	28	285	75	4	71	41	3	38	107	12	..	12	406

STATEMENT OF CHANGES IN THE MEMBERSHIP DURING THE YEAR ENDED

SEPTEMBER 30, 1952.

Group	Total Enrolled	*Decrease in Membership	Increase or Decrease In Active Members
Laborers	133	152	21
Clerks	35	58	14
Teachers .....	..	*38	*38
Firemen	15	9	6
Policemen	38	15	23
Total	231	272	44

Group	Resigned and Dismissed	Deaths	Total Withdrawals	Retirements	Suspensions	Decrease in Membership
Laborers	138	9	147	5	..	152
Clerks	49	8	57	1	..	58
Teachers	12	16	28	10	..	38
Firemen	8	1	9	..	..	9
Policemen	14	1	15	..	..	15
Total	221	35	256	16	..	272

STATEMENT OF TOTAL MEMBERSHIP AS OF SEPTEMBER 30, 1952

Group	Total Enrolled	Decrease in Membership	Net Active Membership
Laborers	10,176	8,676	1,500
Clerks	2,535	1,841	694
Teachers	2,331	2,115	216
Firemen	547	166	381
Policemen	731	350	381
Total	16,320	13,148	3,172

WITHDRAWALS, RETIREMENT AND SUSPENSIONS:

Group	Withdrawals	Retirement	Suspensions	Decrease in Membership
Laborers	8,294	360	22	8,676
Clerks	1,716	123	2	1,841
Teachers	1,729	386	..	2,115
Firemen	125	40	1	166
Policemen	332	18	..	350
Total	12,196	927	25	13,148

*38 teachers who withdrew under provisions of Chapter 2101 R. I. Public Laws 1948.

EMPLOYEES' RETIREMENT FUND

Of the City of Providence, R. I.

Statement of Current Condition

September 30, 1953

ASSETS

Cash		\$ 319,372.05
Investments		13,079,500.00
Total Assets		\$13,398,872.05

FUND BALANCES

Annuity Savings Funds:		
General Employees	\$3,974,133.11	
Teacher Employees	743,701.92	\$ 4,717,835.03
Pension Accumulation Funds:		
General Employees	\$5,092,119.65	
Teacher Employees	652,450.23	5,744,569.88
Annuity Reserve Funds:		
General Employees	\$ 803,829.73	
Teacher Employees	326,904.48	1,130,734.21
Pension Reserve Funds:		
General Employees	\$1,155,545.13	
Teacher Employees	328,165.54	1,483,710.67
School Teacher Reserve		322,022.26
Total Fund Balances		\$13,398,872.05

Statement of Cash Receipts and Disbursements

For the Year Ended September 30, 1953

Cash Balance, October 1, 1952		\$ 253,211.30
Cash Receipts:		
City Appropriation	\$ 904,583.34	
Members' Contributions	512,913.74	
City of Providence Bonds (Matured)	170,000.00	
Interest on Investments	324,960.00	
Accounts Receivable	1.15	
Total Cash Receipts		1,912,458.23
Total Available		\$ 2,165,669.53
Cash Disbursements:		
Pension Payrolls	\$ 378,453.95	
Lump Sum Payments (Option I)	22,824.43	
Withdrawals	181,870.76	
Purchase of U. S. Government Bonds	1,261,852.33	
Accrued Interest on Bonds Purchased	329.67	
Premium on Bonds Purchased	562.50	
Contribution Adjustments	403.84	
Total Cash Disbursements		1,846,297.48
Cash Balance, September 30, 1953		\$ 319,372.05

Increases and Decreases in Funds
During the Year Ended September 30, 1953

Annuity Savings Fund:		
Balance, October 1, 1952.....		\$ 3,647,450.40
Increases:		
Member Contributions	\$ 512,913.74	
Interest	139,696.47	652,610.21
Total Balance and Increases.....		\$ 4,300,060.61
Decreases:		
Member Refunds	\$ 170,105.35	
Transfers to Annuity Reserve (Retirements).....	155,418.31	
Corrections (Erroneous Collections)	403.84	325,927.50
Balance, September 30, 1953.....		\$ 3,974,133.11
Teacher Annuity Savings Fund:		
Balance, October 1, 1952.....		\$ 789,171.31
Increases:		
Interest		15,336.26
Total Balance and Increases.....		\$ 804,507.57
Decreases:		
Member Refunds	\$ 11,765.41	
Transfers to Teacher Annuity Reserve (Retirements) ..	49,040.24	60,805.65
Balance, September 30, 1953.....		\$ 743,701.92
Pension Accumulation Fund:		
Balance, October 1, 1952.....		\$ 4,541,613.69
Increases:		
City Appropriation	\$ 904,583.34	
Interest	109,027.09	1,013,610.43
Balance and Increases.....		\$ 5,555,224.12
Decreases:		
Pension Payments	\$ 149,875.30	
Lump Sum Payments.....	1,531.98	
Transfers to Pension Reserve (Retirements).....	311,697.19	463,104.47
Balance, September 30, 1953.....		\$ 5,092,119.65
Teacher Pension Accumulation Fund:		
Balance, October 1, 1952.....		\$ 1,003,044.09
Increases:		
Interest		13,418.00
Balance and Increases.....		\$ 1,016,462.99
Decreases:		
Transfers to Teacher Pensions Reserve (Retirements) \$	48,228.64	
Transfers to School Teacher Reserve.....	315,784.12	364,012.76
Balance, September 30, 1953.....		\$ 652,450.23

Annuity Reserve Fund:		
Balance, October 1, 1952.....	\$	716,673.68
Increases:		
Interest.....	\$	28,642.30
Transfers from Annuity Savings (Retirements).....	155,418.31	184,060.61
Balance and Increases.....	\$	900,734.29
Decreases:		
Annuity Payments.....	\$	86,479.11
Lump Sum Payments.....	10,425.45	96,904.56
Balance, September 30, 1953.....	\$	803,829.73
Teacher Annuity Reserve Fund:		
Balance, October 1, 1952.....	\$	294,978.64
Increases:		
Interest.....	\$	5,903.94
Transfers from Teacher Annuity Savings (Retirements).....	49,040.24	54,944.18
Balance and Increases.....	\$	349,922.82
Decreases:		
Annuity Payments.....	\$	23,018.34
Balance, September 30, 1953.....	\$	326,904.48
Pension Reserve Fund:		
Balance, October 1, 1952.....	\$	911,585.44
Increases:		
Interest.....	\$	37,993.51
Transfers from Pension Accumulation (Retirements).....	311,697.19	349,690.70
Balance and Increases.....	\$	1,261,276.14
Decreases:		
Pension Payments.....	\$	96,326.21
Lump Sum Payments.....	9,404.80	105,731.01
Balance, September 30, 1953.....	\$	1,155,545.13
Teacher Pension Reserve Fund:		
Balance, October 1, 1952.....	\$	298,195.20
Increases:		
Interest.....	\$	5,958.89
Transfers from Teacher Pension Accumulation (Retirements).....	48,228.64	54,187.53
Balance and Increases.....	\$	352,382.73
Decreases:		
Pension Payments.....	\$	22,754.99
Lump Sum Payments.....	1,462.20	24,217.19
Balance, September 30, 1953.....	\$	328,165.54
School Teacher Reserve:		
Increases:		
Interest.....	\$	6,238.14
Transfers from Teacher Pension Accumulation.....	315,784.12	
Balance, September 30, 1953.....	\$	322,022.26

COST OF OPERATION

"General Fund Appropriation"

For the Year Ended September 30, 1953

Personal Services:		
Salaries.....	\$	9,559.07
Services Other Than Personal:		
Consulting Actuary	\$ 8,381.23	
Medical Services	567.00	
Postage, Freight and Express.....	70.09	
Transportation.	49.01	
Travel Subsistence	38.00	
Printing and Binding.....	1,256.40	
Repairs to Office Machinery.....	99.90	
Total		10,461.63
Materials and Supplies:		
Stationery, Printed Forms and Office Supplies.....		410.18
Capital Outlay:		
Office Furniture		247.51
Total Cost of Operation.....	\$	20,678.39

Investments as of September 30, 1953

City of Providence Bonds:		
Sinking Fund Bonds:		
4% School Bonds due January, 1958.....	\$ 600,000.00	
4% Sewer Bonds due January, 1956.....	220,000.00	
4% Water Supply Bonds, due July, 1962.....	1,000,000.00	\$ 1,820,000.00
Serial Bonds:		
3% P.W.A. School Bonds, Docket 6579, due January 1954 to 1963.....	\$ 270,000.00	
2% Unemployment Relief Bonds, due September, 1954-1960.	140,000.00	
2% Refunding Bonds, due June 1954-1965.....	1,779,500.00	2,189,500.00
United States Bonds:		
2½% Savings Bonds, Series G, April 1, 1955.....	\$ 100,000.00	
2½% Savings Bonds, Series G, January 1, 1957.....	100,000.00	
2½% Savings Bonds, Series G, January 1, 1958.....	100,000.00	
2½% Savings Bonds, Series G, January 1, 1959.....	100,000.00	
2½% Savings Bonds, Series G, January 1, 1960.....	100,000.00	
2½% Savings Bonds, Series G, October 1, 1962.....	500,000.00	
2½% Savings Bonds, Series G, November 1, 1962... ..	500,000.00	
2.76% Savings Bonds, Series K, July 1, 1964.....	200,000.00	
2 % U. S. Treasury Bonds, December 15, 1952-1954	1,000,000.00	
2¼% U. S. Treasury Bonds, June 15, 1959-1962....	700,000.00	
2½% U. S. Treasury Bonds, March 15, 1965-1970..	400,000.00	
2½% U. S. Treasury Bonds, March 15, 1966-1971..	970,000.00	
2½% U. S. Treasury Bonds, December 15, 1967-1972	1,700,000.00	
2½% U. S. Treasury Bonds, June 15, 1962-1967....	1,300,000.00	
2½% U. S. Treasury Bonds, June 15, 1967-1972....	1,000,000.00	
3¼% U. S. Treasury Bonds, June 15, 1978-1983....	300,000.00	9,070,000.00
Total Investments		\$13,079,500.00

NUMBER OF EMPLOYEES ON RETIREMENT AND CAUSE

Group	SERVICE			DISABILITY						Total End of Year	Accidental During Year	Death End of Year	Total End of Year	
	During Year	Died	Total End of Year	Accidental During Year	Accidental Died	End of Year	Ordinary During Year	Ordinary Died	End of Year					
Laborers ...	38	3	35	38	1	37	..	1	..	36	6	3	3	74
Clerks ...	43	1	42	1	..	1	1	..	1	2	..	..	..	44
Teachers ...	208	6	202	..	..	..	28	..	28	28	..	..	..	226
Firemen ...	24	1	23	30	0	30	1	..	1	31	6	..	6	60
Policemen .	11	..	11	8	..	8	1	..	1	9	3	..	3	23
Total	324	11	313	77	1	76	31	1	30	106	15	3	12	431

STATEMENT OF CHANGES IN THE MEMBERSHIP DURING THE YEAR ENDED SEPTEMBER 30, 1952

Group	Total Enrolled	Decrease in Membership	Increase or Decrease In Active Members
Laborers	244	150	94
Clerks	61	82	21
Teachers .....	..	13	13
Firemen	33	35	2
Policemen	11	13	2
Total	349	293	82

Group	Resigned and Dismissed	Deaths	Total Withdrawals	Retirements	Suspensions	Decrease in Membership
Laborers	114	28	142	6	2	150
Clerks	64	9	73	9	..	82
Teachers	3	..	3	10	..	13
Firemen	5	4	9	26	..	35
Policemen	7	1	8	5	..	13
Total	193	42	235	56	2	293

STATEMENT OF TOTAL MEMBERSHIP AS OF SEPTEMBER 30, 1953

Group	Total Enrolled	Decrease in Membership	Net Active Membership
Laborers	10,420	8,826	1,594
Clerks	2,596	1,923	673
Teachers	2,331	2,128	203
Firemen	580	201	379
Policemen	742	363	379
Total	16,669	13,441	3,228

WITHDRAWALS, RETIREMENT AND SUSPENSIONS:

Group	Withdrawals	Retirement	Suspensions	Decrease in Membership
Laborers	8,436	366	24	8,826
Clerks	1,789	132	2	1,923
Teachers	1,732	396	..	2,128
Firemen	132	68	1	201
Policemen	339	24	..	363
Total	12,428	986	27	13,441

In accordance with a formal request by the Retirement Board to the City Council on November 9, 1943, the amount of \$53,712.00 has been appropriated by the City Council for both years included in this report. These amounts are the eighth and ninth annual amortized payments making a total of \$483,408.00 on the accumulated deficiency of \$537,123.00 in the City's appropriation based on the Actuary's recommendations in the fiscal years from 1932-1933 to 1942-1943 inclusive.

Chapter 489 of the Public Laws A. D. 1923 was amended by Chapter 2994 by the General Assembly at its January Session A. D. 1952. The effective date of this amendment was April 1, 1953. A circular of information concerning the Retirement Act as amended has been distributed to the membership.

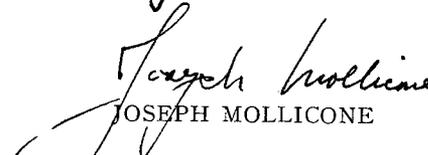
The members of the Retirement Board of the Employees' Retirement System of the City of Providence hereby certify that on March 3, 1954 they examined and accepted from City Treasurer Michael N. Cardarelli and City Controller Joseph C. Keegan, their detailed certification of all securities owned by the Employees' Retirement System as of September 30, 1952 and as of September 30, 1953. The members further certify that they also on March 3, 1954 examined the cash balances as of September 30, 1952 and as of September 30, 1953, and hereby present their report as a true statement of receipts, disbursements and investments for the fiscal years ended September 30, 1952 and September 30, 1953.


WALTER H. REYNOLDS,
Mayor and Chairman

HECTOR D. LAUDATI,
Chairman Finance Committee


JOSEPH C. KEEGAN,
City Controller


PHILIP A. FEINER


JOSEPH MOLLICONE