

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

*ANNUAL REPORT*

**OF THE**

*RETIREMENT BOARD*

**FOR THE FISCAL YEAR  
ENDED SEPTEMBER 30, 1956**

**EMPLOYEES' RETIREMENT  
SYSTEM OF THE CITY  
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**FOR THE FISCAL YEAR  
ENDED SEPTEMBER 30, 1956**

CITY HALL, JANUARY 14, 1957

*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 thirty-second annual report for the year ended September 30, 1956, 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, 1956

### ASSETS

Cash .....		\$	484,681.69
Receivables:			
Employee Loans .....	\$	91,601.08	
Employees Loan Interest.....		50.38	91,651.46
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Investments .....			16,579,500.00
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Total Assets .....			<u>\$17,155,833.15</u>

### RESERVES AND FUND BALANCES

Reserves:			
Reserve for Uncollected Loan Interest.....	\$		50.38
Fund Balances:			
Annuity Savings Funds:			
General Employees .....	\$5,211,225.30		
Teacher Employees .....	559,164.10	5,770,389.40	
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Pension Accumulation Funds:			
General Employees .....	\$6,351,172.49		
Teacher Employees .....	465,238.82	6,816,411.31	
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Annuity Reserve Funds:			
General Employees .....	\$1,180,881.23		
Teacher Employees .....	451,273.25	1,632,154.48	
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Pension Reserve Funds:			
General Employees .....	\$2,160,218.77		
Teacher Employees .....	463,198.82	2,623,417.59	
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School Teacher Reserve.....		313,409.99	
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Total Reserves and Fund Balances.....			<u>\$17,155,833.15</u>

**Statement of Cash Receipts and Disbursements**  
**For the Year Ended September 30, 1956**

Cash Balance, October 1, 1955..... \$ 213,549.55

Cash Receipts:

City Appropriation .....	\$ 926,511.27
School Appropriation .....	70,261.00
Members' Contributions .....	677,900.91
City of Providence Bonds (Matured).....	365,000.00
Pension Payroll Refunds.....	197.33
Employee Loan Receipts.....	54,771.66
Employee Loan Interest Receipts.....	4,415.15
Interest on Investments.....	420,325.00
Total Cash Receipts.....	2,519,382.32

Total Available ..... \$ 2,732,931.87

Cash Disbursements:

Pension Payrolls .....	\$ 517,196.37
Lump Sum Payments (Option I) .....	25,130.97
Withdrawals .....	249,858.36
Contribution Adjustments .....	199.24
Employee Loans .....	88,255.06
Purchase of City of Providence Bonds.....	1,000,000.00
Purchase of Industrial Bonds.....	350,000.00
Premiums on Investments Purchased.....	5,309.00
Accrued Interest on Investments Purchased.....	12,246.37
Expenses on Investments Purchased.....	49.75
Due to Other Funds.....	5.06
Total Cash Disbursements.....	2,248,250.18

Cash Balance, September 30, 1956..... \$ 484,681.69

**Increases and Decreases in Funds**  
**During the Year Ended September 30, 1956**

**Annuity Savings Fund (General) :**

Balance, October 1, 1955.....		\$ 4,895,976.49
Increases:		
Member Contributions .....	\$ 677,844.66	
Interest .....	196,048.11	873,892.77
Total Balance and Increases.....		\$ 5,769,869.26

**Decreases:**

Member Refunds .....	\$ 239,856.91	
Transfers to Annuity Reserve.....	318,787.05	558,643.96
Balance, September 30, 1956.....		\$ 5,211,225.30

**Teacher Annuity Savings Fund:**

Balance, October 1, 1955.....		\$ 599,590.92
Increases:		
Interest .....		11,607.64
Total Balance and Increases.....		\$ 611,198.56

**Decreases:**

Member Refunds .....	\$ 10,144.44	
Transfers to Teacher Annuity Reserve.....	41,890.02	52,034.46
Balance, September 30, 1956.....		\$ 559,164.10

**Pension Accumulation Fund (General) :**

Balance, October 1, 1955.....		\$ 5,962,786.99
Increases:		
General Fund Appropriation.....	\$ 926,511.27	
School Fund Appropriation.....	70,261.00	
Interest .....	55,072.87	
Pension Payment Refunds.....	15.66	1,051,860.80
Total Balance and Increases.....		\$ 7,014,647.79

**Decreases:**

Pension Payments .....	\$ 158,312.11	
Lump Sum Payments.....	1,044.87	
Transfers to 4% Pension Reserve.....	504,118.32	663,475.30
Balance, September 30, 1956.....		\$ 6,351,172.49

**Teacher Pension Accumulation Fund:**

Balance, October 1, 1955.....		\$ 509,600.07
Increases:		
Interest .....	\$ 9,780.07	
Transfers From School Teacher Reserve.....	1,462.20	11,242.27
Total Balance and Increases.....		\$ 520,842.34

**Decreases:**

Transfers to Teacher Pension Reserve.....	\$ 45,868.29	
Transfers to School Teacher Reserve.....	9,735.23	55,603.52
Balance, September 30, 1956.....		\$ 465,238.82

Annuity Reserve Fund (General):

Balance, October 1, 1955.....	\$	948,147.39
Increases:		
Interest .....	\$	38,411.92
Annuity Payment Refunds.....		107.60
Transfers From Annuity Savings.....	318,787.05	357,306.57
Total Balance and Increases.....		<u>\$1,305,453.96</u>
Decreases:		
Annuity Payments .....	\$	116,244.95
Lump Sum Payments.....	8,327.78	124,572.73
Balance, September 30, 1956.....	\$	<u><u>1,180,881.23</u></u>

Teacher Annuity Reserve Fund:

Balance, October 1, 1955.....	\$	442,953.95
Increases:		
Interest .....	\$	8,616.21
Transfers From Teacher Annuity Savings.....	41,890.02	50,506.23
Total Balance and Increases.....	\$	<u>493,460.18</u>
Decreases:		
Annuity Payments .....	\$	34,757.35
Lump Sum Payments.....	7,429.58	42,186.93
Balance, September 30, 1956.....	\$	<u><u>451,273.25</u></u>

Pension Reserve Fund (General):

Balance, October 1, 1955.....	\$	1,759,686.54
Increases:		
Interest .....	\$	72,784.14
Pension Payment Refunds.....		74.07
Transfers From Pension Accumulation.....	504,118.32	576,976.53
Total Balance and Increases.....		<u>\$ 2,336,663.07</u>
Decreases:		
Pension Payments .....	\$	172,620.59
Lump Sum Payments.....	3,823.71	176,444.30
Balance, September 30, 1956.....	\$	<u><u>2,160,218.77</u></u>

Teacher Pension Reserve:

Balance, October 1, 1955.....	\$	448,350.99
Increases:		
Interest .....	\$	8,745.94
Transfers From Pension Accumulation Fund.....	45,868.29	54,614.23
Total Balance and Increases.....	\$	<u>502,965.22</u>
Decreases:		
Pension Payments .....	\$	35,261.37
Lump Sum Payments.....	4,505.03	39,766.40
Balance, September 30, 1956.....	\$	<u><u>463,198.82</u></u>

School Teacher Reserve:

Balance, October 1, 1955..... \$ 299,069.59

Increases:

Interest ..... \$ 6,067.37  
Transfers From Teacher Pension Accumulation..... 9,735.23 15,802.60

Total Balance and Increases..... \$ 314,872.19

Decreases:

Transfer to Teacher Pension Accumulation Fund..... 1,462.20

Balance, September 30, 1956..... \$ 313,409.99

## COST OF OPERATION

### General Fund Appropriation

For the Year Ended September 30, 1956

Personal Services:

Salaries ..... \$ 11,929.39

Services Other Than Personal:

Consulting Actuary ..... \$ 7,796.45  
Medical Services ..... 647.50  
Postage, Freight and Express..... 156.07  
Transportation ..... 22.10  
Travel Subsistence ..... 11.00  
Special Subsistence ..... 20.60  
Printing and Binding..... 130.96  
Repairs to Office Machinery..... 145.66  
Certified Public Law Amendments..... 8.50  
Notary Public Commission..... 10.00  
Telephone and Telegraph..... 18.70  
  
Total ..... 8,967.54

Materials and Supplies:

Stationery, Printed Forms and Office Supplies..... 725.73

Capital Outlay:

Office Machinery ..... 4,403.60

Total Cost of Operation..... \$ 26,026.26



## Investments as of September 30, 1956

### City of Providence Bonds:

#### Sinking Fund Bonds:

4% School Bonds, due January, 1958.....	\$ 600,000.00	
4% Water Supply Bonds, due July, 1962.....	1,000,000.00	\$ 1,600,000.00
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#### Serial Bonds:

2% Unemployment Relief Bonds, due September, 1957-1960 .....	\$ 80,000.00	
3% P.W.A. School Bonds, Docket 6579, due January, 1957-1963 .....	180,000.00	
2% Refunding Bonds, due January, 1957-1965.....	1,424,500.00	
2.6% Hurricane Bonds, due January, 1957-1966.....	1,000,000.00	2,684,500.00
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### United States Bonds:

#### Savings Bonds:

2½% Series G, January 1, 1957.....	\$ 100,000.00	
2½% Series G, January 1, 1958.....	100,000.00	
2½% Series G, January 1, 1959.....	100,000.00	
2½% Series G, January 1, 1960.....	100,000.00	
2½% Series G, October 1, 1962.....	500,000.00	
2½% Series G, November 1, 1962.....	500,000.00	
2.76% Series K, July 1, 1964.....	200,000.00	
2.76% Series K, June 1, 1966.....	100,000.00	
2.76% Series K, August 1, 1966.....	100,000.00	
2.76% Series K, June 1, 1967.....	200,000.00	2,000,000.00
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#### U. S. Treasury Bonds:

2½% June 15, 1959-1962.....	\$ 700,000.00	
2½% June 15, 1962-1967.....	1,300,000.00	
2½% March 15, 1965-1970.....	400,000.00	
2½% March 15, 1966-1971.....	970,000.00	
2½% June 15, 1967-1972.....	1,000,000.00	
2½% December 15, 1967-1972.....	3,275,000.00	
3¼% June 15, 1978-1983.....	300,000.00	
2½% August 15, 1963.....	1,000,000.00	
2½% June 15, 1964-1969.....	1,000,000.00	9,945,000.00
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### Industrial Bonds:

3½% General Electric Co., due May 1, 1976.....	\$ 50,000.00	
3¾% Union Electric Co., due July 1, 1986.....	50,000.00	
3½% Commonwealth Edison Co., due June 1, 1986..	50,000.00	
3¾% American Telephone & Telegraph Co., due July 1, <del>1990</del> 1990.....	50,000.00	
3¾% Potomac Electric Power Co., due June 1, 1891..	50,000.00	
4.275% Pacific Telephone & Telegraph Co., due August 15, 1988.....	50,000.00	
3⅝% Consolidated Edison Co. of N. Y., due May 1, 1986 .....	50,000.00	350,000.00
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Total Investments .....	<hr/>	<hr/>
		\$16,579,500.00

# NUMBER OF EMPLOYEES ON RETIREMENT AND CAUSE

Group	SERVICE			DISABILITY										Accidental Death			Total End of Year
	During Year	Died	Total End of Year	Accidental			Ordinary			Total End of Year	During Year	Died	End of Year				
				During Year	Died	End of Year	During Year	Died	End of Year								
Laborers ...	119	9	110	40	8	32	..	..	..	32	2	1	1	143			
Clerks ...	50	4	46	1	..	1	2	..	2	3	..	..	..	49			
Teachers ...	231	12	219	..	..	..	25	..	25	25	..	..	..	244			
Firemen ...	48	1	47	37	2	35	1	..	1	36	7	..	7	90			
Policemen ...	47	2	45	13	..	13	2	1	1	14	3	..	3	62			
Total ....	495	28	467	91	10	81	30	1	29	110	12	1	11	588			

97 Teachers Under Chapter 2101, P. L. 1948

## STATEMENT OF CHANGES IN THE MEMBERSHIP DURING THE YEAR ENDED SEPTEMBER 30, 1956

Group	Total Enrolled	Decrease in Membership	Increase or Decrease* In Active Members
Laborers. . . . .	213	209	4
Clerks. . . . .	91	84	7
Teachers. . . . .	..	11	11*
Firemen. . . . .	17	20	3*
Policemen. . . . .	39	32	7
Total. . . . .	360	356	4

  

Group	Resigned and Dismissed	Deaths	Total Withdrawals	Retirements	Suspensions	Decrease in Membership
Laborers . . . . .	117	24	141	68	..	209
Clerks . . . . .	64	9	73	11	..	84
Teachers . . . . .	2	1	3	8	..	11
Firemen . . . . .	3	6	9	11	..	20
Policemen . . . . .	19	2	21	11	..	32
Total . . . . .	205	42	247	109	..	356

## STATEMENT OF TOTAL MEMBERSHIP AS OF SEPTEMBER 30, 1956

Group	Total Enrolled	Decrease in Membership	Net Active Membership
Laborers. . . . .	10,942	9,280	1,662
Clerks. . . . .	2,844	2,149	695
Teachers. . . . .	2,331	2,178	153
Firemen. . . . .	668	251	417
Policemen. . . . .	894	442	452
Total. . . . .	17,679	14,300	3,379

## WITHDRAWALS, RETIREMENTS AND SUSPENSIONS

Group	Withdrawals	Retirement	Suspensions	Decrease in Membership
Laborers. . . . .	8,803	453	24	9,280
Clerks. . . . .	1,998	149	2	2,149
Teachers. . . . .	1,749	429	..	2,178
Firemen. . . . .	153	97	1	251
Policemen. . . . .	377	65	..	442
Total. . . . .	13,080	1,193	27	14,300

The members of the Retirement Board of the Employees' Retirement System of the City of Providence hereby certify that on December 19, 1956 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, 1956. The members further certify that they also on December 19, 1956 examined the cash balances as of September 30, 1956 and hereby present their report as a true statement of receipts, disbursements and investments for the fiscal year ended September 30, 1956.

WALTER H. REYNOLDS,

*Mayor and Chairman*

*Walter H. Reynolds*

HECTOR D. LAUDATI,

*Chairman Finance Committee*

*Hector D. Laudati*

*Joseph C. Keegan*

JOSEPH C. KEEGAN,

*City Controller*

*Philip A. Feiner*

PHILIP A. FEINER

*Joseph Mollicone*

JOSEPH MOLLICONE

*Lawrence P. McGarry*

LAWRENCE P. MCGARRY

IN CITY COUNCIL  
JAN 17 1957

READ:

WHEREUPON IT IS ORDERED THAT  
THE SAME BE RECEIVED.

*Everett Whelan*  
CLERK