

ANNUITY AND PENSION BOARD

Minutes of the Regular Meeting held March 21, 1963.

The meeting was called to order at 2:00 p.m. by Vice-Chairman Alfred C. Hass.

PRESENT: Messrs. Alvin F. Fischer, Charles G. Gumm, Alfred C. Hass, Bernard B. Kroenke, and O. N. Strobel for John E. Kalupa; also Harry G. Slater, Legal Adviser, and Miss Ruth A. Poehlmann, Secretary.

EXCUSED: Messrs. Stephen A. Galligan and William J. O'Malley (other city business).

Minutes

The minutes of the meeting of February 20, 1963, were approved as submitted.

Information Booklet

The Secretary reported that a re-draft of the Booklet of Information was submitted to the Board members for review. (See minutes of February 20, 1963, page 17.)

After discussion, it was moved by Mr. Fischer, seconded by Mr. Kroenke and unanimously carried that the Secretary be authorized to have the Information Booklet printed and distributed to members.

Mr. Strobel arrived.

Bonding and Insurance Coverage

The Secretary presented a letter from Leedom O'Connor & Noyes Co. dated March 20, 1963, and addressed to Mr. Strobel, stating that the Annuity and Pension Board and the Employees' Retirement System of the City of Milwaukee are covered under the American Motorists Insurance Company Blanket Position Bond No. 3 SM 261 043 both for handling of the City of Milwaukee funds and funds of the Annuity and Pension Board and the Employees' Retirement System of the City of Milwaukee. Mr. Strobel stated that the City of Milwaukee Employees' Retirement System and the Annuity and Pension Board members are named as insureds in the policy, but the information in the letter is not part of the policy. (See minutes of February 20, 1963, page 17.)

The Board directed the Secretary to refer the matter to the Legal Adviser for clarification as to coverage under the policy.

Report on Proposal of Bank Custody of Securities

The Secretary reported receipt of communications from the First Wisconsin National Bank, the Marine National Exchange Bank, and the Marshall and Ilsley Bank submitting a schedule of their custody services and the fees charged for such services.

After discussion, Chairman Hass appointed Mr. Slater, Mr. Strobel, and the Secretary as a subcommittee to study and report on this matter.

Mr. Slater arrived.

Death Benefit Payment - William A. Hoyt

The Secretary reported that the Legal Counsel has drawn up a Release to be signed by Mrs. Dona Hoyt waiving all claim to the lump sum death benefit payable on account of the death of William A. Hoyt in favor of her minor son, Russell Hoyt; that the waiver does not cover the contributions of William Hoyt and requested instructions regarding the payment of the contributions.

Mr. Slater explained that the death benefit and the return of contributions are two separate items; that the death benefit is payable out of city funds; and that the return of contributions is money William Hoyt paid into the fund and since he named Dona Hoyt as beneficiary, this money is rightfully hers.

After discussion, Mr. Slater suggested that the death benefit be paid upon receipt of a proper waiver from Dona Hoyt and claim from the Guardian of Russell Hoyt, and William Hoyt's contributions be retained in the System until proper claim is filed for same. There being no objection, it was so ordered.

1963 Conventions

The Secretary reported that the Finance Committee resolution included authorization for three members of the Board to attend the National Conference on Public Employee Retirement Systems to be held May 29 - June 1, 1963, at the Statler-Hilton Hotel in Detroit, Michigan, but that no mention was made of the Comptroller attending this conference or of any of the Board members or the Secretary attending the Retirement Section of the Municipal Finance Officers Association Conference June 2 - 6 in Detroit.

After discussion, the Board directed the Secretary to send a communication to the Committee on Finance-Printing of the Common Council requesting approval for three Board members - Alderman Alfred C. Hass, Alderman Stephen A. Galligan, and Charles G. Gumm - and the Secretary to attend the Public Employee Retirement Administration Section of the M.F.O.A. Conference June 2 - 6, 1963, in Detroit, Michigan.

Pending Legislation

The Secretary reported Substitute Amendment No. 1-S to Bill No. 4-S, relating to repeal of tax exemption of benefits of Milwaukee city and county and Milwaukee teacher annuitants, was introduced in the Legislature.

The Board directed the Secretary to write the Chairman of the Joint Survey Committee on Retirement Systems, to which committee Bill 4-S was referred, stating that the Board opposed the Bill and would like an opportunity for our Legal Adviser, Mr. Harry G. Slater, to appear before the Committee.

Financial Statements

The Financial Statements for the month of February, 1963, were approved and ordered placed on file. (Copies to be attached to and become part of these minutes.)

Bills

The Secretary presented the following bills:

<u>Voucher No.</u>	<u>Vendor</u>	<u>Amount</u>
<u>Expense Fund:</u>		
E-3352	J. J. Krueger, City Treasurer	\$ 200.59
E-3353	First National Bank-Stevens Point, Wisconsin	85.00
E-3354	ABC Printing Service	24.75
E-3355	REA Express	3.25
E-3356	Burroughs Corporation	16.00
E-3357	International Business Machines Corp.	8.50
E-3358	The H. H. West Company	4.61
E-3359	Leedom, O'Connor & Noyes Company	13.82
Total Expense Fund		\$ 356.52

It was moved by Mr. Gumm and seconded by Mr. Fischer that the bills be approved and ordered paid. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

Report of Investment Committee

The Secretary reported the Investment Committee had authorized the following transactions:

<u>REDEMPTIONS</u>	<u>Securities</u>	<u>Yield</u>	<u>Rate</u>	<u>Maturity</u>
\$ 5,000.00	Colorado Interstate Gas Co. 1st Mtge.	4.67 %	4.70 %	3- 1-79
61,000.00	Eastern Gas & Fuel Associates	3 3/4	3 3/4	3- 1-74
5,000.00	Duquesne Light Co. S. F. Deb.	4.95	5	3- 1-2010
266.39	Grafton State Bank Mtges.	-	-	-
1,450,000.00	U. S. 91-Day Treasury Bills	2.89	2.89	4-18-63
2,109.59	Butler Warehouse Lease Rental	-	4 1/8	-
1,198.94	Howard Avenue Shopping Center, Inc.	5 3/4	5 3/4	3- 1-70

PURCHASES

\$ 400,000.00	Texas Power & Light Co. 1st Mtge.	4.23 %	4 3/8 %	2- 1-93
500,000.00	Archer-Daniels-Midland Co. Promissory Note	4.398	4 3/8	3- 1-88
100,000.00	Southern Railway Equipment Trust	4 1/8	4	2-15-76
200,000.00	Potomac Electric Power Co. 1st Mtge.	4.27	4 3/8	2-15-98
200,000.00	Arkansas Power & Light Co. 1st Mtge.	4.32	4 3/8	2- 1-93
400,000.00	Northwestern Bell Telephone Co. Deb.	4.27	4 3/8	3- 1-2003

STOCK SPLIT

Received 333 1/3 shares of:

Beatrice Foods Co. Common Stock
Representing a 4 for 3 stock split; purchased 2/3 share at \$32.65.

It was moved by Mr. Strobel and seconded by Mr. Kroenke that the action of the Investment Committee be ratified. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

The Secretary reported that the Investment Counselors recommended purchase of 1,000 shares of Burlington Industries, Inc., common stock.

It was moved by Mr. Gumm and seconded by Mr. Strobel that the Board authorize purchase of 1,000 shares Burlington Industries, Inc., common stock at a price to yield 4% or better. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

The Secretary reported that the Investment Counselors recommended purchase of \$200,000 Commercial Credit Company Notes due 1981, and \$300,000 Texas Electric Service Company Bonds due 1993.

It was moved by Mr. Kroenke and seconded by Mr. Strobel that the Board authorize purchase of \$200,000 Commercial Credit Company Notes due 1981, and \$300,000 Texas Electric Service Company Bonds due 1993 at prices proposed. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

Hampton State Bank Mortgage

The Secretary reported receipt of a communication from Mr. A. M. Deshur of Hampton Building Corporation requesting a reopening of the Hampton State Bank Building mortgage loan; that his present request is for a loan of \$150,000 for 20 years at 5½%; the Secretary reported further that the matter was referred to the Investment Counselors and a letter, dated March 19, 1963, was submitted from Mr. Robert M. Krauskopf of Newton and Company.

After discussion, it was moved by Mr. Kroenke and seconded by Mr. Hass to lay the matter over to the next regular meeting of the Board. The motion was lost on the following vote:

AYES: Messrs. Hass and Kroenke.

NOES: Messrs. Fischer, Gumm, and Strobel.

It was then moved by Mr. Fischer and seconded by Mr. Gumm that the request for a loan of \$150,000 for 20 years at 5½%, secured by a mortgage on the building occupied by the Hampton State Bank, be rejected. The motion lost on the following vote because there were not the 4 votes required for a decision of the Board:

AYES: Messrs. Fischer, Gumm, and Strobel.

NOES: Messrs. Hass and Kroenke.

Thereupon, it was moved by Mr. Fischer and seconded by Mr. Gumm that the entire Hampton State Bank Mortgage Loan matter be laid over to the next regular meeting of the Board. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

Report of Fire Department Medical Panel

The Secretary presented a report from the Fire Department Medical Panel dated March 18, 1963, with respect to the re-examination of #F-13642, Gene W. Ramus, retired on accidental duty disability allowance, certifying that Mr. Ramus is unable to work as a firefighter and recommending that he be continued on retirement.

After discussion, it was moved by Mr. Kroenke and seconded by Mr. Gumm, that the Board concur in the recommendation of the Fire Department Medical Panel and that Gene W. Ramus be continued on duty disability retirement. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

The Secretary presented a report from the Fire Department Medical Panel dated February 19, 1963, with respect to the re-examination of #F-10367, George P. Tomczyk, retired on accidental duty disability allowance, stating that "George Tomczyk is not able to return to full fighter duties and should be retired to possible duties of a less demanding nature," and certifying that he should be continued on retirement.

The Secretary reported that Mr. Tomczyk was examined by Dr. David J. Ansfield at the request of the Medical Panel of the Fire Department.

The Medical reports were reviewed. Mr. Fischer suggested that the matter be referred back to the Medical Panel for further report.

After discussion, it was moved by Mr. Kroenke, seconded by Mr. Gumm and unanimously carried, that, in view of Dr. Ansfield's report, the Medical Panel be requested to review the case.

Ordinary Disability Retirements

The Secretary reported receipt of application for Ordinary Disability Retirement from #A-6027, Raymond Schwartz, Garage Attendant, Bureau of Municipal Equipment, and from #C-1224, Charles E. Vaeth, Librarian III, Milwaukee Public Library; that the Medical Council examined Messrs. Schwartz and Vaeth and certified that they are totally disabled and incapacitated for the performance of duty and should be retired.

The Ordinary Disability Retirement Resolution was presented.

It was moved by Mr. Gumm and seconded by Mr. Fischer that the Board concur in the recommendation of the Medical Council to retire Raymond Schwartz and Charles Vaeth, and that the Ordinary Disability Retirement Resolution authorizing the retirement be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

Retirements

The Secretary presented the following resolutions:

The Service Retirement Resolution for March, 1963, listing:

C-14719	Clara Grayson	March 2, 1963
C- 5395	Mary E. Morris	March 7, 1963
C- 1576	William J. Schurke	March 22, 1963
C- 1427	Henry P. Fink	March 23, 1963

The Service Retirement Resolution for April 1, 1963, retirements, listing:

C- 630	Lawrence F. Sievers	C- 5578	Roy D. Mix
C- 1022	Walter J. Walt		

It was moved by Mr. Strobel and seconded by Mr. Kroenke that the resolutions be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

Retirements Granted: 3,056 Terminated: 1,428 Balance: 1,628

Death Claims

The Secretary presented the following resolutions:

The Ordinary Death Benefit Resolution listing the following deceased member:

C-22334 Mary Elizabeth Campbell

the total amount to be paid being \$2193.81.

The Fractional Installment Retirement Allowance Resolution listing the following deceased member:

R- 2938 Arther Darden

the total amount to be paid being \$18.81.

The Option Number One Resolution listing the following deceased members:

R- 2615	Dr. Elizabeth Toussaint	R- 3010	Herbert G. Dittmer
R- 2097	Charles E. Osterndorf	R- 1678	Herman J. Pick
R- 1695	Henry C. Siegfried	R- 2987	Henry G. Boettcher
R- 2988	Irene B. Wright	R- 728	Herman C. Riege
R- 2924	Anthony V. Brief	R- 1556	Frank Smukowski
R- 2400	Charles G. Hocking		

the total amount to be paid being \$44,469.16.

It was moved by Mr. Fischer and seconded by Mr. Gumm that the resolutions be adopted and the claims be paid. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

Return of Contributions

The Secretary presented Resignation Resolutions listing 22 withdrawals, paid March 1, 1963, in the amount of \$21,535.07; and 26 withdrawals, paid March 15, 1963, in the amount of \$33,048.18.

It was moved by Mr. Gumm and seconded by Mr. Kroenke that the payments be ratified and the resolutions be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

Return of Contributions - Section 36.03 (6)

The Secretary presented the Resolution for the Return of Contributions - Section 36.03 (6) listing returns to 3 members, the total amount to be paid being \$144.82.

It was moved by Mr. Gumm and seconded by Mr. Kroenke that the resolution be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

Excess Contributions

The Secretary reported receipt of application for refund of excess contributions from #C-3533 William V. Sansoucy and presented the Partial Withdrawal of Annuity Savings Fund Resolution (Excess Contributions), the total amount to be paid being \$286.98.

It was moved by Mr. Strobel and seconded by Mr. Fischer that the application be approved and the resolution be adopted. The motion prevailed by the following vote:

AYES: Messrs. Fischer, Gumm, Hass, Strobel, and Kroenke.

NOES: None.

Pension Payments to Children of Dean Dullas, Deceased

The Secretary reported that the widow of #A-16114, Dean Dullas, has remarried, and that under Section 36.05 (5) (b) of the Law, the Board is to determine the division of the pension between the two minor children surviving Dean Dullas. The Secretary read the following communication from the Legal Adviser:

Miss Ruth A. Poehlmann
 Secretary and Executive Director
 Employees' Retirement System
 610 City Hall

March 20, 1963

Dear Miss Poehlmann:

Under date of March 19, 1963, you directed a communication to us in which you stated that a former city employe died on May 13, 1959, as a result of an accident while in the actual performance of duty. A pension of one-half his final average salary (less the offset for workmen's compensation payments) has been paid to his widow from May 13, 1959, to the date of her re-marriage January 12, 1963. Your letter further explains that the amount being paid of \$75.50 will increase after workmen's compensation payments no longer are offset.

You further explain that the member left surviving him his widow and two minor children. One of the minor children is an adopted child. In view of the fact that the widow has re-married the benefits are to be paid to the children until they attain the age of 18. Your question centers around the following provision of the Employees' Retirement Act, namely, Section 36.05 (5) (b) which reads as follows:

'If there be no widow, or if the widow dies or remarries before any child of such deceased member attains the age of 18, then to his child or children under said age, divided in such manner as the board in its discretion shall determine, to continue as a joint and survivor pension until every such child dies or attains said age;'

and you ask whether the Board must take action to specify the amounts payable to each of the children or whether the pension of \$75.50 per month may be paid to the guardian for the two children in one sum.

The proper procedure would be for the Board to determine by appropriate resolution that the \$75.50 payable each month during the time the workmen's compensation offset applies, shall be equally divided between the two children until they reach the age of 18. Such payments shall be made to the duly appointed guardian.

The papers which you presented are proper for the payments of the pension to the minor children and it is unnecessary that the Letters of Guardianship make specific mention of the pension payments.

We are returning the papers herewith.

Very truly yours,

(Signed)
 HARRY G. SLATER
 Deputy City Attorney"

HGS:e
 Enc.

It was moved by Mr. Fischer, seconded by Mr. Gumm, and unanimously carried that the following resolution be adopted:

WHEREAS, Dean Dullas, No. 16114, died May 13, 1959, as the result of an accident in the actual performance of duty and left surviving him his widow, Marlene Dullas, and two minor children, Valyce Ann Dullas and Georgia Philomena Dullas, and

WHEREAS, a pension of one-half his final average salary has been paid to the widow in an amount of \$75.50 per month, being the balance due after offsetting workmen's compensation payments, and

WHEREAS, the widow remarried January 12, 1963, and the law provides that the pension shall continue to the minor children until they attain age 18, divided in such manner as the Board shall determine, therefore be it

RESOLVED, that the pension in the amount of \$75.50 per month, heretofore payable to the widow of Dean Dullas, be and it hereby is ordered to be paid to the minor children of Dean Dullas, namely, Valyce Ann Dullas and Georgia Philomena Dullas, in equal shares, payment to be made to the Guardian of said children until each child attains age 18, and be it further

RESOLVED, that when workmen's compensation payments cease, the pension shall be increased and paid in accordance with the provisions of the law.

Option #2 Benefits Continued

The Secretary reported that Stanley T. Zahn, R-2765, retired July 1, 1961, under Option #2, died February 19, 1963, and that an amount of \$38.76 a month will be continued to his wife, Mrs. Mabel E. Zahn, for her lifetime.

Option #3 Benefits Continued

The Secretary reported that William H. Dambruch, R-1988, retired February 1, 1956, under Option #3, died February 14, 1963, and that an amount of \$137.07 a month will be continued to his wife, Mrs. Cora Dambruch, for her lifetime; that August J. Osinski, R-2787, retired September 1, 1961, under Option #3, died February 21, 1963, and that an amount of \$41.47 a month will be continued to his wife, Mrs. Margaret Osinski, for her lifetime; and that Gustave Herman Damske, R-2247, retired February 1, 1958, under Option #3, died March 11, 1963, and that an amount of \$73.51 a month will be continued to his wife, Mrs. Mary Damske, for her lifetime.

Blue Cross Rate Increase for Pensioners

The Secretary reported that Associated Hospital Service Inc. sent notice that Blue Cross rates for retired people will be increased effective May 1, 1963, and monthly rates for Blue Cross-Blue Shield coverage will be \$8.28 for single contract and \$20.04 for family contract.

1963 Expense Fund Contributions

The Secretary reported 1962 Interest received from investment of Expense Funds in United States Treasury 91-day Bills amounted to \$1054.03 and submitted the following resolution:

RESOLVED, That 1962 Interest Income in the amount of \$1,054.03 be transferred from the Expense Fund to the Interest Income Account of the Pension Accumulation Fund.

It was moved by Mr. Fischer, seconded by Mr. Gumm and unanimously carried, that the resolution be adopted.

The Secretary reported that Charter Ordinance No. 291 relating to the Expense Fund, became effective February 18, 1963, (see minutes of December 20, 1962, page 150) and submitted the following resolutions to place into effect the procedure necessary to charge administration expense to Interest Income and also to refund the 1963 Expense Fund contributions to the city and city agencies.

It was moved by Mr. Fischer, seconded by Mr. Gumm and unanimously carried, to adopt the following resolution:

\$150,896
RESOLVED, That in accordance with Charter Ordinance Number 291, the sum of ~~\$160,850~~, the total amount of the Expense Fund Budget approved for the year 1963, be transferred from the Interest Income Account of the Pension Accumulation Fund for operation of the Employees' Retirement System, and the Secretary is hereby authorized and directed to transfer periodically to the Expense Fund amounts as required for operation, up to a total of ~~\$160,850~~; and that the Expense Fund be immediately reimbursed for expenditures to date, amounting to \$26,934.79.

\$150,896
The Secretary reported receipt of checks from the city and city agencies for the 1963 Expense Fund, and, since Charter Ordinance No. 291 is now in effect and the Legal Adviser has given an opinion (dated January 4, 1963) that all 1963 expense of administration may be charged against Interest Income, it is recommended that the amounts paid to the Expense Fund by the city and city agencies for the year 1963 be refunded to them.

It was moved by Mr. Kroenke, seconded by Mr. Strobel and unanimously carried that the following resolution be adopted:

WHEREAS, the City of Milwaukee, Water Department, School Board, Board of Vocational and Adult Education, Auditorium Board, Public School Teachers' Annuity and Retirement Fund, Policemen's Annuity and Benefit Fund, Agent for the City of Milwaukee, and Sewerage Commission have contributed the following amounts to the Employees' Retirement System Expense Fund for the year 1963, and

WHEREAS Charter Ordinance Number 291, which became effective February 18, 1963, authorizes the Annuity and Pension Board to use income from investments to pay necessary operative expenses of the Retirement System, therefore be it

RESOLVED, That the amounts contributed to the Expense Fund by the City and city agencies for the year 1963 be refunded to them, and be it

FURTHER RESOLVED, That the Secretary is hereby authorized and directed to issue and transmit the following checks:

City of Milwaukee	\$ 92,324.00
Water Department	5,788.00
School Board	17,360.00
Board of Vocational and Adult Education	1,973.00
Milwaukee Auditorium Board	388.00
Milwaukee Public School Teachers' Annuity and Retirement Fund	55.00
Policemen's Annuity and Benefit Fund of Milwaukee	25.00
Agent for City of Milwaukee (Social Security Administration)	25.00
Sewerage Commission	4,301.00

The Secretary called attention to the deficit in the city's contribution to the Pension Accumulation Fund amounting to \$47,433. The Board directed that a letter be forwarded to the Common Council stating that since passage of Ordinance No. 291 there is a refund of Expense Fund contributions amounting to \$92,324.00 and suggesting that we be directed to offset the amount of the deficit and refund the balance.

The Secretary reported receipt of the following checks representing 1963 appropriations to the Pension Accumulation Fund:

City of Milwaukee	\$ 4,805,552.00
Water Department	315,169.00
School Board	
General Education Fund	464,349.00
Extension Fund	68,548.00
Repair Fund	175,830.00
Construction Fund	13,594.00
Board of Vocational and Adult Education	92,653.00
Milwaukee Auditorium Board	18,668.00
Sewerage Commission	274,294.00
Milwaukee Public School Teachers' Annuity and Retirement Fund	2,329.00
Policemen's Annuity and Benefit Fund	589.00
Annuity and Pension Board of the City of Milwaukee	7,042.00
Agent for City of Milwaukee (Social Security Administration)	505.00

The amount of \$71,631 was received from the City of Milwaukee for the Firemen's and Policemen's Survivorship Fund.

Mr. Kroenke left the meeting.

Earnings Reports of Employees on Disability Retirement Allowances

The Secretary reported that James Demitros, #P-18120, retired on duty disability retirement allowance, submitted a report of earnings for 1962 in the amount of \$900; that his employer, Hawley House, reported payments for 1962 of \$75 per month plus a \$25 Christmas bonus for a total of \$925 for the year; that a withholding statement for 1962 shows total wages of \$900, and that all of the amounts exceed the limit of earnings under Section 36.07 (2) of the Law, and, therefore, his retirement allowance is to be reduced by the amount of excess earnings. The Board directed that the provisions of the law be applied.

Mr. Gumm suggested that the law be changed to use the present salary of the position instead of the final average salary in determining earning capacity.

After discussion, it was moved by Mr. Gumm, seconded by Mr. Fischer and unanimously carried, that the disability sections of the law be reviewed and brought up to date.

monthly statements of earnings of

The Secretary reported on / Harry A. Race, #P-10801, a Patrolman in the Police Department retired on duty disability retirement allowance.

It was suggested that arrangements be made to have the Chiefs of the Fire and Police Departments meet with the Board to discuss the disability cases.

The matter was laid over.

Proposed Rule 509

The Secretary presented a Proposed Rule 509. This matter was laid over to the next meeting.

Option No. 4 Request

The Secretary presented the March 13, 1963, request from #C-662. Lewis Sherburne for retirement allowance figures under Option No. 4.

The Board granted Mr. Sherburne's request for retirement allowance figures under the provisions of Option No. 4 on condition that he will pay any actuarial computation fees in excess of the \$15 for the regular computation.

Policemen's Protective Association Request

The Secretary read the following communication, dated March 9, 1963, from the Professional Policemen's Protective Association:

"Miss Ruth Poehlmann
Secretary and Executive Director
Employees' Retirement System

March 9, 1963

Dear Miss Poehlmann:

Whenever a member of the Policemen's Annuity and Benefit Fund (Old Pension System) separates from the service, either on retirement, Ordinary or Duty Disability, Death, etc., the Secretary to the Pension Board prepares a report for distribution to all Districts and Bureaus, containing pertinent information regarding the account. This report includes member's annuity; widow's annuity; amount of Ordinary or Duty Disability paid; etc., depending upon the nature of the separation. In this manner, all members of the Department are apprised as to the actual amounts involved.

At its regular meeting of February 8th, this Association unanimously favored the receipt of similar information from your Pension Fund. This communication, therefore, is to make a formal request in writing that hereafter whenever a member under the Employees' Retirement System of the City of Milwaukee (New Pension System) separates from the service for any reason whatsoever, we would like to receive a statement setting forth the amounts to be paid.

We are particularly interested in receiving this information in the case of Robert E. Kraemer, former Police Patrolman who was killed while on duty on February 7th. Our members are interested in learning the amount being paid to his widow and also any other benefits she may be receiving.

We feel that this information is of interest to all members of our Department, and, in particular, those under the City Pension System.

Your prompt attention to this matter will be greatly appreciated.

Yours very truly,

(Signed) Howard Wahlen, Captain of Police and
President, Prof. Pol. Protec. Assn."

After discussion, it was moved by Mr. Strobel, seconded by Mr. Fischer and unanimously carried that the Board direct the Secretary that such information be made available only to the member or to the beneficiary and that a reply be forwarded to the Professional Policemen's Protective Association giving general information on death benefits.

Mr. Slater left the meeting.

Request for Additional Service Credit

The Secretary reported receipt of a communication dated March 11, 1963, from Mr. Walter J. Ratal, #5636, requesting service credit for emergency appointments during 1937 - 1939, prior to his regular appointment May 29, 1939. It was explained that the rules exclude emergency service, and persons on emergency appointment are not eligible for membership.

The Board directed that Mr. Walter Ratal's request for additional service credit be denied, and that the Secretary inform Mr. Ratal of this action.

The meeting adjourned at 3:50 p.m.

Ruth A. Poehlmann

Secretary

EMPLOYEES' RETIREMENT SYSTEM - Retirement Fund

Statement of Receipts and Disbursements
for February, 1963

Cash Balance January 31, 1963

\$ 802,736.05

Add: February Receipts

Redemptions:

Montreal Metropolitan Corp. 5 5/8	\$ 7,000.00	
Inland Steel Co. 4 1/2	3,000.00	
Southwestern Public Service Co. 4 1/2	4,000.00	
Prov. of New Brunswick 3 7/8	5,000.00	
American Brake Shoe Co. 4 1/2	1,000.00	
Chicago & Eastern Illinois RR 3 1/8	70,000.00	
Thorp Finance Corp. 4% Notes	20,000.00	
S. S. Kresge Co. Com. Stk. (2000 sh.)	48,100.41	
Quaker Oats Co. Com. Stk. (800 sh.)	54,303.28	
U. S. Treasury Bills due 4/18/63	1,592,439.10	
American Tel. & Tel. 4 3/8	102,700.00	
Public Service Co. of Oklahoma 5%	168,493.10	
Butler Warehouse Lease Rental	2,102.36	
Howard Ave. Shopping Center, Inc.	1,192.98	
Grafton State Bank Mtges.	266.39	\$ 2,079,597.62

Interest Income 354,266.08

Members' Contributions - Regular 240,131.93

Fire & Police Survivorship Contributions 6,148.70

Total Receipts

2,680,144.33

Total Receipts and Balance

\$ 3,482,880.38

Deduct: February Disbursements

Investments:

Public Service Co. of Oklahoma 4 1/8	\$ 198,210.25
Dallas Power & Light Co. 4 1/2	505,331.10
R. J. Reynolds Tobacco Co. Com. Stk. (1000 sh.)	41,382.44
Pillsbury Co. Com. Stk. (1000 sh.)	56,946.50
Bank of America Com. Stk. (387 sh.)	23,881.47
Marsh & McLennan, Inc. Com. Stk. (1200 sh.)	48,350.00
Kimberly Clark Corp. Com. Stk. (500 sh.)	27,347.30
Greyhound Corp. Com. Stk. (400 sh.)	13,945.00
International Harvester Co. 7% Pfd. Stk. (2000 sh.)	343,000.00
Bell Telephone Co. of Pa. 4 3/8	407,131.96
American Tel. & Tel. 4 3/8	103,168.40
U. S. Govt. Ins. Merch. Marine Bds. S.S. Brasil 4.20	300,000.00
Commercial Credit Co. Com. Stk. (500 sh.)	23,524.05
Seaboard Air Line R. R. Co. 3 7/8	196,003.87
Southern Pacific Co. 3 7/8	98,284.85
Potomac Electric Power 4 3/8	204,087.67
Texas Power & Light 4 3/8	102,901.04
Arkansas Power & Light 4 3/8	202,445.64
Members' Contributions Refunded - Regular	36,282.10
Members' Contributions Refunded - Excess	2,326.29
Active Death Claims	15,836.41
Retired Death Claims	8,959.08
Accidental Death Claims	1,271.10
Insurance (Money and Securities)	125.69
Investment Counsel	4,387.50
Fire and Police Survivorship Payroll	1,149.19
Pension Payroll	228,831.34

Total Disbursements

3,195,110.24

Cash Balance February 28, 1963

\$ 287,770.14

EMPLOYEES' RETIREMENT SYSTEM - Expense Fund

Statement of Receipts and Disbursements

for February, 1963

Cash Balance January 31, 1963 \$ 121,557.45

Add: February Receipts

Sale of two Mitchell Air Conditioning Units	\$ 50.00
Postage received from Fred P. Gerhardt - R-1876	.85
Recomputation of Option for George Horne - A-6779	15.00

Total Receipts 65.85

Total Receipts and Balance \$ 121,623.30

Deduct: February Disbursements

Salaries and Wages	\$ 6,184.23
Employer Social Security Taxes	130.56
Employees' Insurance - Blue Cross	82.64
Employer Group Life Insurance Premiums	20.75
Election Expense	462.68
Medical Fees	95.00
Tabulating Service	730.64
Miscellaneous Expenses	2.40
Office and Stationery Supplies	9.90
Purchase of Equipment (Plexiglas Chair Mat)	46.40
Actuarial Fees	750.00

Total Disbursements 8,515.20Cash Balance February 28, 1963 \$ 113,108.10

509

PROPOSED RULE 508

On July 20, 1961, the Board directed that members requesting retirement allowance figures under Option Number 4 shall be required to pay the additional charges made by the Actuary for such computations; and that one retirement computation at the rate of \$15.00 will be paid by the Retirement System. It is suggested that the charge be made for all computations over one \$15.00 charge and the following rule is proposed.

509

Create Rule 508. Any member who requests additional actuarial computations for retirement shall be required to pay the Actuary's charges in excess of the charge for one retirement allowance computation (present charge for one retirement computation is \$15.00).