

## ANNUITY AND PENSION BOARD

Minutes of the Regular Meeting held January 20, 1966.

The meeting was called to order at 1:45 p. m. by Chairman William J. O'Malley.

PRESENT: Messrs. Allen R. Calhoun, Jr., Stephen A. Galligan, Charles G. Gumm, O. N. Strobel for John E. Kalupa, Gustave Koleas, Robert L. Sulkowski, and William J. O'Malley; also Harry G. Slater, Legal Adviser, and Miss Ruth A. Poehlmann, Secretary.

ALSO PRESENT: Mr. Kenneth H. Mandt, District Council #48.

### Minutes

The minutes of the December 16th meeting were reviewed and corrected, and it was moved by Mr. Gumm, seconded by Mr. Galligan and unanimously carried, that the minutes of the meeting of December 16, 1965, be approved as corrected.

### Bill H. R. 2389

The Secretary reported that a copy of Congressional Bill H. R. 2389, relative to the method of reporting retirement income was forwarded to the Judiciary Committee of the Common Council (see minutes of December 16, 1965, page 142); that the Judiciary Committee requested the City Attorney to draft a resolution in support of the Bill for presentation to the Council.

The Secretary was directed to forward a communication with a copy of the resolution to our Congressmen and Senators requesting their support of Bill H. R. 2389.

### Amendment to Pension Law

The Secretary presented a Charter Ordinance to modify provisions of the Co-ordinated Plan with respect to member's contributions and retroactive taxes. (See minutes of December 16, 1965, page 142)

It was recommended that an amendment be added to clarify Section 36.02 (13) (c) 1 to permit former teachers to be enrolled in the Employees' Retirement System when they are employed in work other than teaching.

There being no objection, the Chairman ordered that an amendment to Section 36.02 (13) (c) 1 to clarify the definition of employee be included in the charter ordinance.

### Report on Conference with Actuary

This matter was laid over to the next meeting.

Financial Statements

The Financial Statements for the month of December, 1965, were approved and ordered placed on file. (Copies to be attached to and become part of these minutes.)

Bills

The Secretary reported the following 1965 bills were paid out of 1965 funds as authorized at the December 16, 1965, meeting (Page 137):

| <u>Voucher No.</u>   | <u>Vendor</u>  | <u>Amount</u>   |
|----------------------|--|-----------------|
| <u>Expense Fund:</u> |  |                 |
| E-3773               | Nackle Paper Company   | \$ 2.39         |
| E-3774               | Western States Envelope Company  | 243.33          |
| E-3775               | Leedom, O'Connor & Noyes   | 2.27            |
| E-3776               | George B. Buck (Includes \$480 quarterly retirement computations)  | 1,047.00        |
| E-3777               | J. J. Krueger, City Treasurer  | 697.69          |
| E-3778               | H. H. West Co.   | 9.96            |
| E-3779               | Milwaukee Envelope Mfg. Co.  | 92.71           |
| E-3780               | Employees' Retirement System of the City of Milwaukee - Pension Accumulation Fund (1965 Unused Expense Fund Balance) | <u>5,788.06</u> |
| Subtotal 1965 Bills  |  | \$ 7,883.41     |

On motion by Mr. Galligan, seconded by Mr. Koleas and unanimously carried, the payments were ratified.

The Secretary submitted the following bills:

1966 Bills

| <u>Voucher No.</u>    | <u>Vendor</u>   | <u>Amount</u>   |
|-----------------------|---|-----------------|
| <u>Expense Fund:</u>  |   |                 |
| E-3783                | David J. Ansfield, M. D.  | \$ 55.00        |
| E-3784                | Barron's  | 15.00           |
| E-3785                | George B. Buck  | 750.00          |
| E-3788                | Employees' Retirement System of the City of Milwaukee - Pension Accumulation Fund | 3,646.00        |
| E-3789                | Newton and Company  | <u>4,937.50</u> |
| Subtotal 1966 Bills   |   | \$ 9,403.50     |
| Grand Total All Bills |   | \$ 17,286.91    |

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

AYES: Messrs. Calhoun, Galligan, Gummi, Strobel, Koleas, Sulkowski, and O'Malley.

NOES: None.

Report of Investment Committee

Immediately preceding this meeting, the Investment Counselors presented the "Year-End Investment Report and Appraisal" of the Employees' Retirement System as of December 31, 1965, at a special investment meeting. The meeting was attended by Board members: Messrs. Stephen A. Galligan, Charles G. Gumm, John E. Kalupa, Gustave Koleas, and William J. O'Malley; Deputy Comptroller O. N. Strobel; City Attorney John J. Fleming, and Harry G. Slater, Legal Adviser; Ruth A. Poehmann, Secretary; Rudolph E. Pede, Assistant Secretary; Roger Gorski, Accountant; members of the Committee on Finance-Printing of the Common Council: Aldermen Clarence M. Miller and Charles J. Schmidt; City Clerk Ray Markey; and representatives of Newton and Company, Investment Counselors. \*

Mr. Robert M. Krauskopf commented upon the valuation and transactions during the year 1965. The Report shows a total investment portfolio of \$119,340,745 par value and a market value of \$113,843,404 as of December 31, 1965; purchases for the year 1965 totaled \$11,987,246; sales and redemptions, \$4,609,588.

The Report shows the diversification of the portfolio as follows:

| <u>Type</u>                 | <u>Par Value</u>      | <u>Percent of<br/>Total Portfolio</u> | <u>Market Value</u>   |
|-----------------------------|-----------------------|---------------------------------------|-----------------------|
| U. S. Government Bonds      | \$ 7,940,000          | 6.6 %                                 | \$ 7,394,637          |
| Government-Guaranteed Bonds | 1,530,000             | 1.3                                   | 1,476,150             |
| Federal Agency Bonds        | 2,330,000             | 2.0                                   | 2,256,838             |
| Municipal Bonds             | 504,000               | .4                                    | 456,960               |
| Canadian Securities         | 4,843,000             | 4.1                                   | 4,531,656             |
| Industrial Bonds            | 25,826,577            | 21.6                                  | 25,287,457            |
| Institutional Bonds         | 3,850,000             | 3.2                                   | 3,820,012             |
| Public Utility Bonds        | 59,082,000            | 49.5                                  | 54,476,205            |
| Railroad Bonds              | 6,152,380             | 5.2                                   | 5,301,710             |
| <b>TOTAL BONDS</b>          | <b>\$ 112,057,957</b> | <b>93.9 %</b>                         | <b>\$ 105,001,625</b> |
| Real Estate & Mortgages     | 1,105,335             | .9                                    | 1,105,334             |
| Preferred Stock             | 2,278,291             | 1.9 *                                 | 2,167,075             |
| Common Stock                | 3,899,162             | 3.3 *                                 | 5,569,370             |
| <b>TOTAL ACCOUNT</b>        | <b>\$ 119,340,745</b> | <b>100.0 %</b>                        | <b>\$ 113,843,404</b> |

\* Preferred and Common Stocks at cost

Mr. Krauskopf reported that the return on the entire portfolio had increased from 4.12% in 1964 to 4.19% as of December 31, 1965.

Board members expressed appreciation to the Investment Counselors for the excellent report.

It was moved by Mr. Koleas, seconded by Mr. Sulkowski and unanimously carried, that the report of the Investment Counselors be accepted and a copy forwarded to the Common Council. The report was ordered placed on file.

On motion by Mr. Calhoun, seconded by Mr. Gumm, and unanimously carried, the Board ratified the actions taken at the Investment meeting and adopted the following resolutions:

RESOLVED, By the Annuity and Pension Board of the Employees' Retirement System of the City of Milwaukee that the following securities be sold:

\$ 250,000 Chain Belt Company 3 1/4% debentures due 2/1/72  
500 shares Abbott Laboratories Inc. common stock

RESOLVED, By the Annuity and Pension Board of the Employees' Retirement System of the City of Milwaukee that the following securities be purchased:

1,500 shares Montgomery Ward & Company common stock  
500 shares Marsh & McLennan Inc. common stock  
300 shares Cutler Hammer Inc. common stock  
1,000 shares Honeywell, Inc. common stock  
1,000 shares Minnesota Mining & Manufacturing Co. common stock  
\$ 200,000 Commercial Credit Company 4 1/4% notes due 10/1/74

The Secretary reported the following investment transactions since the last meeting:

| <u>REDEMPTIONS</u> | <u>Securities</u>                                | <u>Yield</u> | <u>Rate</u> | <u>Maturity</u> |
|--------------------|--|--------------|-------------|-----------------|
| \$ 20,000.00       | El Paso Natural Gas Co. Preferred Stock          | 5.36 %       | 5.36 %      | -               |
| 8,000.00           | U. S. Merchant Marine Bonds, S. S. Brasil Series | 4.20         | 4.20        | 7- 1-83         |
| 156.77             | Grafton State Bank Mortgages                     | -            | -           | -               |
| 13,287.67          | Union Carbide Promissory Notes                   | 4.46         | 4 1/2       | 12-31-96        |
| 2,370.66           | Butler Warehouse Lease Rental                    | -            | 4 1/8       | -               |
| 1,420.51           | Howard Avenue Shopping Center, Inc.              | 5.75         | 5 3/4       | 3- 1-70         |
| 3,000.00           | Southern Natural Gas Co.                         | 4 3/4        | 4 3/4       | 1- 1-79         |

#### PURCHASES

|               |   |        |         |          |
|---------------|---|--------|---------|----------|
| \$ 200,000.00 | Cincinnati Gas and Electric Co.           | 4.75 % | 4 1/8 % | 5- 1-87  |
| 350,000.00    | U. S. Treasury Bills                      | 4.68   | 4.68    | 6-22-66  |
| 1,945,000.00  | U. S. Treasury Bills                      | 4.70   | 4.70    | 6-22-66  |
| 750,000.00    | U. S. Treasury Bills                      | 4.47   | 4.47    | 3-31-66  |
| 100,000.00    | U. S. Treasury Bills                      | 4.25   | 4.25    | 2- 3-66  |
| 100,000.00    | General Motors Acceptance Corp.           | 4.94   | 4 1/2   | 11- 1-85 |
| 90,000.00     | Philadelphia Electric Co.                 | 4.77   | 4 3/8   | 12- 1-86 |
| 100,000.00    | Virginia Electric and Power Co.           | 4.80   | 4 1/2   | 12- 1-87 |
| 100,000.00    | Sun Oil Co.                               | 4.82   | 4 5/8   | 11-15-90 |
| 150,000.00    | U. S. Treasury Bills                      | 4.72   | 4.72    | 7- 7-66  |
| 14.37         | Monsanto Co. Common Stock 18/100ths share | -      | -       | -        |

(Received 36 82/100ths shares common stock of Monsanto Co. as a 2% stock dividend)

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

AYES: Messrs. Calhoun, Galligan, Gumm, Strobels, Koleas, Sulkowski, and O'Malley.

NOES: None.

Checks Outlawed by Statute of Limitations

The Secretary reported that the following checks have not been presented to the bank for payment; that under the Statute of Limitations the claims are outlawed, and it is recommended that the amounts be redeposited to the Pension Accumulation Fund.

| <u>Active No.</u> | <u>Name</u>                                     | <u>Date of Check</u> | <u>Amount</u> |
|-------------------|---|----------------------|---------------|
| C- 1910           | Edna Wilkins beneficiary of<br>Harry A. Wilkins | 12-10-59             | \$20.20       |
| C-21081           | Charles M. MacCarthy                            | 1-22-59              | .15           |
| C-22765           | Frank R. Ball                                   | 10-16-59             | .63           |

It was moved by Mr. Strobel, seconded by Mr. Galligan and unanimously carried, that the above checks be voided and the amounts be transferred to the Pension Accumulation Fund.

#P-10689 - Raymond N. Anderson Death

The Secretary presented a communication dated January 10, 1965, from the Professional Policemen's Protective Association requesting a copy of that portion of the December 16, 1965, Board meeting minutes concerning the claim from Mrs. Raymond N. Anderson on account of the death of Raymond N. Anderson.

The Secretary was directed to forward to the Professional Policemen's Protective Association a copy of the action taken at the December 16, 1965, meeting together with a copy of our December 17, 1965, letter to Mrs. Anderson.

Chairman O'Malley asked to be excused to attend another meeting and said he wished to be recorded in favor of granting the Option No. 4 request of Casimir A. Galasinski. Mr. O'Malley left at 2:15 p.m.

Vice-Chairman Galligan presiding.

Report of the Medical Council

The Secretary reported that the Medical Council reviewed the disability retirements of #A-17356, Mrs. Eileen O. Hennington, and #C-1574, Walter Polaczyk, on January 19, 1966, and certifies that they are unable to return to work and recommends that they be continued on ordinary disability retirement.

It was moved by Mr. Calhoun and seconded by Mr. Sulkowski that the Board concur in the recommendation of the Medical Council and that Mrs. Hennington and Mr. Polaczyk be continued on ordinary disability retirement. The motion prevailed by the following vote:

AYES: Messrs. Calhoun, Galligan, Gunna, Strobel, Koleas, and Sulkowski.

NOES: None.

Report of Fire Department Medical Panel

The Secretary presented a report from the Fire Department Medical Panel dated December 8, 1965, with respect to the re-examination of #F-10358, Oscar W. Pollnow, retired on accidental duty disability allowance, certifying that Mr. Pollnow is unfit for active Firefighter duty, and recommending that he be continued on retirement.

It was moved by Mr. Calhoun and seconded by Mr. Sulkowski, that the Board concur in the recommendation of the Fire Department Medical Panel and that Oscar W. Pollnow be continued on duty disability retirement. The motion prevailed by the following vote:

AYES: Messrs. Calhoun, Galligan, Gumm, Strobel, Koleas, and Sulkowski.

NOES: None.

Option No. 4 Request

The Secretary reported receipt of a request dated January 7, 1966, from #C-4682, Casimir A. Galasinski, for retirement allowance figures under Option No. 4.

It was moved by Mr. Gumm and seconded by Mr. Koleas that the Board grant the request of Mr. Galasinski for retirement allowance figures under the provisions of Option No. 4 on condition that he will pay any excess actuarial computation fees. The motion prevailed by the following vote:

AYES: Messrs. Calhoun, Galligan, Gumm, Strobel, Koleas, Sulkowski, and O'Malley.

NOES: None.

Retirements

The Secretary presented the following resolutions:

The Service Retirement Resolution for January, 1966, retirements, listing:

|        |                       |                 |
|--------|-----------------------|-----------------|
| C-1659 | Joseph Segrin         | January 2, 1966 |
| A-2309 | Albert Lindstrom, Jr. | January 4, 1966 |
| C-5036 | Edward J. Banker      | January 4, 1966 |

The Service Retirement Resolution for February 1, 1966, retirements, listing:

|        |                       |        |                       |
|--------|-----------------------|--------|-----------------------|
| A-1313 | Ruth N. Weller        | C-4682 | Casimir A. Galasinski |
| A-3003 | Betty G. Ramthun      | C-5256 | Harvey Ottersen       |
| C-3140 | Edwin Edward Behrndt  | C-6235 | Emily C. Brengosz     |
| C-3342 | Joseph Gerald Hillman | C-6992 | Roy C. Pedersen       |
| C-3410 | Rudolph R. Seefeldt   | C-8582 | Ignatius F. Kowalski  |

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

AYES: Messrs. Calhoun, Galligan, Gumm, Strobel, Koleas, and Sulkowski.

NOES: None.

Retirements Granted: 3,473

Terminated: 1,693

Balance: 1,780

Ordinary Disability Retirement

The Secretary presented the Ordinary Disability Retirement Resolution listing #C-10824, William H. Rounseville (see minutes of November 18, 1965, page 125).

It was moved by Mr. Strobel and seconded by Mr. Calhoun that the Ordinary Disability Retirement Resolution, listing William H. Rounseville, retirement effective January 4, 1966, be adopted. The motion prevailed by the following vote:

AYES: Messrs. Calhoun, Galligan, Gumm, Strobel, Koleas, and Sulkowski.

NOES: None.

Death Claims

The Secretary presented the following resolutions:

The Ordinary Death Benefit Resolution listing the following deceased members:

|                               |                            |
|-------------------------------|----------------------------|
| A-15705 Dr. Maurice D. Harris | A-9900 Henry J. Hodorowski |
| C- 3445 Jerome D. McCarthy    | C-4585 Gilbert E. Brandes  |

the total amount to be paid being \$56,603.36.

The Option Number One Resolution listing the following deceased members:

|                              |                               |
|------------------------------|-------------------------------|
| R- 1874 Biagio Catanese      | R-2336 Mike Skopak            |
| R- 3109 Justus G. Little     | R-2426 Peter Morici           |
| R- 1231 Benjamin F. Merkel   | R-3380 Dr. Alfred H. Goodsitt |
| R- 1990 Albert O. Schleisner | R-1818 Charles J. Riley       |
| R- 1573 Grover A. Van Natta  | R-2434 Antonio Vilione        |

the total amount to be paid being \$20,621.90.

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

R- 674 Anna Vollmer

the total amount to be paid being \$30.34.

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

AYES: Messrs. Calhoun, Galligan, Gumm, Strobel, Koleas, and Sulkowski.

NOES: None.

Annuity

The Secretary presented the Annuity in Lieu of Ordinary Death Benefit Resolution listing the following deceased members and their beneficiaries:

|                               |                           |
|-------------------------------|---------------------------|
| AR-3458 Edmond T. Hildebrandt | Helen Hildebrandt, Wife   |
| AR-3459 Frank C. Frederick    | Yvonne E. Frederick, Wife |

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

AYES: Messrs. Calhoun, Galligan, Gumm, Strobel, Koleas, and Sulkowski.

NOES: None.

#### Return of Contributions

The Secretary presented Resignation Resolutions listing 33 withdrawals, paid December 17, 1965, in the amount of \$39,417.17; 16 withdrawals, paid December 30, 1965, in the amount of \$6,579.34; and 15 withdrawals, paid January 14, 1966, in the amount of \$10,059.61.

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

AYES: Messrs. Calhoun, Galligan, Gumm, Strobel, Koleas, and Sulkowski.

NOES: None.

#### Termination of Membership - Section 36.03 (6)

The Secretary reported Termination of Membership and presented the Resolution for the Return of Contributions - Section 36.03 (6), listing refunds to 3 members, the total amount to be paid being \$303.55.

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

AYES: Messrs. Calhoun, Galligan, Gumm, Strobel, Koleas, and Sulkowski.

NOES: None.

#### Option No. 2 Benefits Continued

The Secretary reported that Ernest Olfe, R-3344, retired March 14, 1965, under Option No. 2, died January 18, 1966, and that an amount of \$116.12 a month will be continued to his wife, Mrs. Frieda Olfe, for her lifetime.

#### Termination of Survivorship Benefit - Marvin N. Bonness

The Secretary reported receipt of communication from Attorney A. Jeff Kemp, dated January 3, 1966, advising that the minor children of Marvin N. Bonness, deceased - Anthony N., Michael J., and Kenneth W. - were adopted by Thomas C. Corner by decree of the 129th District Court of the State of Texas on December 27, 1965, and reviewed the history of the case.

It was further reported that benefits to the wife of Marvin Bonness were terminated when she remarried and that adoption of the children would terminate the survivorship benefit to them.

It was moved by Mr. Gumm, seconded by Mr. Strobel and unanimously carried, that the survivorship benefits payable to Anthony N., Michael J., and Kenneth W. Corner be terminated as of December 31, 1965.



Report on Vested Rights

The Secretary reported that the following members have elected deferred retirements under Section 36.05 (6) (d) 2 (Vested Rights) during the year 1965:

|         |                    |         |                    |
|---------|--------------------|---------|--------------------|
| A-11563 | Rose Marie Lucero  | F-15255 | Bertram K. Leas    |
| A-11978 | Clarence P. Helman | C-13490 | Robert Hutter Jr.  |
| A-18320 | Eleanor Kinister   | C-21767 | Olinda Larson      |
| C- 7992 | Sylvia Derzon      | C-19141 | Robert D. Krause   |
| A- 9876 | Cleo O. Carlson    | A- 7307 | Mary Monfre        |
| C- 9425 | Caroline Goetz     | A- 7680 | Joyce M. Hansburg  |
| C-19267 | R. Paul Bartolini  | C-11886 | Alice Mirkowski    |
| A-19872 | Paul W. Lueck      | C-14808 | Joseph E. Lema     |
| A-17104 | Beverly Johnson    | A-17577 | Virginia M. Murphy |
| C-17664 | Nick T. Paulos     | C-14146 | Frank Sanfelippo   |

The Secretary also reported that the following, who had elected Vested Rights in prior years, withdrew contributions and membership was terminated in 1965:

|         |                  |         |                   |
|---------|------------------|---------|-------------------|
| A-15420 | Dolores R. Snieg | F-16975 | Lawrence R. Neils |
|---------|------------------|---------|-------------------|

The Secretary also reported that the following, who had elected Vested Rights in prior years, returned to active service and their deferred retirement was terminated:

|       |                  |         |                 |
|-------|------------------|---------|-----------------|
| C- 34 | Mathias Schimanz | C-10663 | Norbert Phillip |
|-------|------------------|---------|-----------------|

Proposed Change in Rules - Rule 101 (1)

The Secretary reported that on December 28, 1965, the Common Council passed Ordinance No. 684 (File No. 65-2862), relating to excluding part-time and other employees from certain benefits, and proposed that Rule 101 (1) be revised in accordance with the ordinance.

After discussion, it was moved by Mr. Sulkowski, seconded by Mr. Calhoun and unanimously carried, that the following Rule be adopted:

Rule 101. The following shall not be considered as entitled to membership:

\*\*\*\*\*

1) Part-time or temporary employees.

Part-time employment is defined as employment which averages 20 hours per week or less. Temporary employment is defined as employment which averages 6 months per year or less and which does not lead toward year-around employment.

#P-10801 - Harry A. Race

The Secretary reported that Mr. Race and his Attorney were advised that it is the understanding of the Board that Mr. Race will repay the entire sum of \$7,554.35 which he owes the Employees' Retirement System of the City of Milwaukee on or before February 15, 1966 (see minutes of December 16, 1965, page 135), and read a communication dated December 20, 1965, from Attorney Galin acknowledging the correctness of the contents of our communication with the exception that Mr. Race was going to try and raise all of the

money by February 15, 1966, and in the event he was unable to do so, he indicated he would probably be able to pay something on account and would have some definite plan for re-payment of the balance.

The matter was laid over for action at the February meeting.

#### Blue Cross - Home Care Program

The Secretary reported that Blue Cross - Blue Shield requested authorization to include our retired employees under their Home Care Program. The Secretary was directed to advise Blue Cross that since retirees do not have separate group coverage, no authorization can be given.

#### Fourth Choice - Transfers to the Coordinated Plan

The Secretary reported that Coordinated Plan notices were sent to 1,776 of the non-coordinated group of employees (see minutes of December 16, 1965, page 135), and that to date the following replies have been received: 174 requested transfer to the Coordinated group; 365 stated they do not wish to transfer; and 271 are undecided at this time.

The Secretary reported that since 365 members have indicated they do not wish to transfer to the Coordinated Plan, the funds held for the payment of retroactive taxes for such members be released for investment at this time, the amount being approximately \$900,000.00.

It was moved by Mr. Gumm, seconded by Mr. Sulkowski and unanimously carried, that the amount of approximately \$900,000.00 being held for the payment of retroactive taxes for the 365 members who indicated they will not transfer to the Coordinated Plan be released for investment at this time.

#### Group Life Insurance Report

The Secretary reported that 1965 Gross Premiums paid amounted to \$375,374 and that 61 death claims were paid amounting to a total of \$412,750. The premiums for the 5-year period 1961 - 1965 were \$1,596,343.97; death claims paid for 229 deaths amounted to \$1,516,250.00; and the dividend received by the city was \$33,758.17.

The report was accepted and placed on file.

The meeting adjourned at 3:00 p.m.

*Ruth A. Pachlman*

Secretary

EMPLOYEES' RETIREMENT SYSTEM - Retirement Fund

Statement of Receipts and Disbursements

for December, 1965

Cash Balance November 30, 1965

\$ 2,415.30

Add: December Receipts

Redemptions:

|  |              |                       |
|--|--------------|-----------------------|
| Burlington Industries Inc. Com. Stk.-500 sh.     | \$ 21,280.72 |                       |
| School Sisters of St. Francis 3 1/2% - 1965      | 75,000.00    |                       |
| Sisters of Divine Saviour 5 1/2% - 1977          | 175,000.00   |                       |
| Sisters of Divine Saviour 5 1/2% - 1973          | 25,000.00    |                       |
| Central Telephone Co. 3.80% - 1977               | 3,003.00     |                       |
| Grace Line 4.20% S. S. Santa Maria - 1987        | 4,000.00     |                       |
| Grace Line 4.20% S. S. Santa Marianna - 1987     | 2,000.00     |                       |
| Northern Illinois Gas Co. 5% - 1984              | 5,031.00     |                       |
| Chicago, Rock Is. & Pacific R. R. 5% - 1965      | 100,000.00   |                       |
| Alberta Mun. Financing Corp. 5% - 1984           | 5,000.00     |                       |
| Greyhound Corp. Common Stock - 500 shares        | 10,706.70    |                       |
| El Paso Natural Gas Co. 5.36% Pfd. Stk.-200 sh.  | 20,800.01    |                       |
| U. S. Treasury Bills due 3/ 3/66                 | 350,000.00   |                       |
| U. S. Treasury Bills due 11/30/66                | 600,000.00   |                       |
| U. S. Treasury Bills due 2/17/66                 | 100,000.00   |                       |
| U. S. Treasury Bills due 3/17/66                 | 300,000.00   |                       |
| Butler Warehouse Lease Rental                    | 2,362.54     |                       |
| Child Care Centers, Inc. 5% - 1966               | 1,000.00     |                       |
| Grafton State Bank Mtgs.                         | 305.74       |                       |
| Howard Avenue Shopping Center, Inc.              | 1,413.44     | \$1,801,900.15        |
| Interest Income                                  |              | 440,545.87            |
| Members' Contributions - Regular                 |              | 334,444.19            |
| Members' Contributions - Excess                  |              | 3,929.01              |
| Fire and Police Survivorship Contributions       |              | 1,283.27              |
| Refund for deaths on Nov. & Dec. Pension Payroll |              | 1,690.08              |
| Refund of unused 1965 Expense Funds              |              | 5,788.06              |
| <b>Total Receipts</b>                            |              | <u>2,589,580.63</u>   |
| <b>Total Receipts and Balance</b>                |              | <b>\$2,591,995.93</b> |

Deduct: December Disbursements

Investments:

|   |              |                     |
|---|--------------|---------------------|
| Sun Oil Co. 4 5/8% - 1990                     | \$489,800.69 |                     |
| Florida Power and Light Co. 5% - 1995         | 204,910.44   |                     |
| Louis Allis Co. 5 3/8% - 1985                 | 199,847.92   |                     |
| Ralston Purina Co. 4 3/8% - 1988              | 95,138.89    |                     |
| Virginia Electric and Power Co. 4 1/2% - 1987 | 96,225.00    |                     |
| Philadelphia Electric Co. 4 3/8% - 1986       | 85,515.63    |                     |
| Monsanto Co. Comm. Stk. - fractured share     | 14.37        |                     |
| General Motors Acceptance Corp. 4 1/2% - 1985 | 95,362.50    |                     |
| U. S. Treasury Bills due 2/ 3/66              | 99,598.61    |                     |
| U. S. Treasury Bills due 3/ 3/66              | 350,000.00   |                     |
| U. S. Treasury Bills due 3/17/66              | 300,000.00   |                     |
| U. S. Treasury Bills due 11/30/66             | 125,000.00   | \$2,141,414.05      |
| Members' Contributions Refunded               |              | 90,677.94           |
| Active Death Claims                           |              | 17,902.10           |
| Retired Death Claims                          |              | 1,746.53            |
| Pension Payroll                               |              | 276,402.13          |
| Fire and Police Survivorship Payroll          |              | 2,150.00            |
| <b>Total Disbursements</b>                    |              | <u>2,532,292.78</u> |
| <b>Cash Balance December 31, 1965</b>         |              | <b>\$ 59,703.15</b> |

12.

EMPLOYEES' RETIREMENT SYSTEM - Expense Fund

Statement of Receipts and Disbursements

for December, 1965

Cash Balance November 30, 1965

\$ 26,251.85

Add: December Receipts

|  |               |
|--|---------------|
| Witness fees   | \$ 5.10       |
| Reimbursement for Services Rendered to<br>Group Life Insurance Department<br>July - December, 1965 | 1,000.00      |
| Reimbursement for Services Rendered to<br>Social Security Department for<br>Fourth Quarter 1965    | <u>292.53</u> |

Total Receipts

1,297.63

Total Receipts and Balance

\$ 27,549.48

Deduct: December Disbursements

|   |                 |
|---|-----------------|
| Salaries and Wages  | \$ 6,550.84     |
| Employer Social Security Taxes                              | 34.42           |
| Employees' Group Life Insurance                             | 24.94           |
| Employees' Blue Cross Insurance                             | 139.10          |
| Printing  | 1,275.19        |
| Stationery and Office Supplies                              | 49.44           |
| Postage   | 494.29          |
| Newspapers and Periodicals                                  | 5.20            |
| Miscellaneous Expenses                                      | 22.15           |
| Tabulating Service  | 4,924.44        |
| Purchase of Equipment                                       | 37.79           |
| Actuarial Fees  | 1,230.00        |
| Pension Study and Actuarial Conference                      | 567.00          |
| Election Expense  | 105.57          |
| Coordinated Plan Conversion                                 | 72.00           |
| Registration and Postage - Investments                      | 26.40           |
| Insurance - Investment                                      | 2.27            |
| Safe Deposit Box Rental                                     | 1,100.00        |
| Unused 1965 Expense Funds Transferred<br>to Retirement Fund | <u>5,738.06</u> |

Total Disbursements

22,449.19

Cash Balance December 31, 1965

\$ 5,100.30