

LABORERS' AND RETIREMENT BOARD  
EMPLOYEES' ANNUITY AND  
BENEFIT FUND

ANNUAL STATEMENT

AS OF

DECEMBER 31, 1937

DONALD F. CAMPBELL

CONSULTING ACTUARY

160 NO. LA SALLE ST.

CHICAGO, ILL.

TELEPHONE STATE 1336

December 20, 1938.

The Retirement Board of the Laborers'  
and Retirement Board Employees'  
Annuity and Benefit Fund,  
Chicago, Illinois.

Gentlemen:

This is to certify that the annual statement of the  
Laborers' and Retirement Board Employees' Annuity and Benefit  
Fund as of December 31, 1937, appended hereto, consisting of  
five exhibits, as follows:

Exhibit	Title	Page
A	Assets and Liabilities	1-2
B	Income and Expenditures	3-4
C	Gain and Loss	5-6
D	Comparative Analysis--Assets and Liabilities	7-8
E	Cash Reconciliation	9

is to the best of my knowledge and belief a true and correct  
statement of the affairs and conditions of said Fund for the  
year 1937.

This statement has been prepared from the books of  
the Fund as substantiated by our letters of recommendation to  
the Retirement Board.

Respectfully submitted,

*D. F. Campbell*

ACTUARY.

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

BALANCE SHEET

AS OF

DECEMBER 31, 1937

ASSETS

AND

LIABILITIES

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

ASSETS

AS OF DECEMBER 31, 1937

CASH ON DEPOSIT:			\$	90,817.50
ACCOUNTS RECEIVABLE:				
Salary Deductions Accrued		\$	8,405.58	
Miscellaneous from Employees			<u>893.58</u>	
Total Accounts Receivable				9,299.16
INTEREST RECEIVABLE:				
Accrued Interest on Bonds				5,227.09
INVESTMENTS:				
Bonds - Par Value			\$285,000.00	
Bond Premiums	\$10,710.98			
Less Bond Discounts	<u>965.87</u>	<u>9,745.11</u>		
Total Investments				294,745.11
TAXES RECEIVABLE:				
Year of Levy	Uncollected Taxes	Reserve for Loss and Cost of Collection (10% of Extension)	Net Taxes Receivable	
1935	\$ 43,322.03	\$13,198.27	\$ 30,123.76	
1936	58,088.45	19,569.29	38,519.16	
1937	<u>207,397.64</u>	<u>20,739.76</u>	<u>186,657.88</u>	
	<u>\$308,808.12</u>	<u>\$53,507.32</u>	<u>\$255,300.80</u>	
Net Taxes Receivable				<u>255,300.80</u>
GROSS LEDGER ASSETS			\$	655,389.66
LESS:				
ACCOUNTS PAYABLE:				
Miscellaneous to Employees			\$	20,552.05
City Comptroller				<u>118.21</u>
Municipal Employees' Annuity and Benefit Fund				<u>63.64</u>
Total Accounts Payable				<u>20,733.90</u>
NET LEDGER ASSETS DECEMBER 31, 1937			\$	634,655.76
DEFERRED ASSETS (Subject to Future Gains and Losses):				
Obligations of City because of Prior Service Credits Granted			\$6,546,752.30	
Obligations of City because of Age and Service Credits Granted			<u>220,734.60</u>	
Total Deferred Assets				<u>6,767,486.90</u>
TOTAL NET LEDGER AND DEFERRED ASSETS DECEMBER 31, 1937			\$	7,402,142.66
DEDUCT (Per Contra) LIABILITIES:				
Obligations of City because of Prior Service and Age and Service Credits Granted				<u>6,767,486.90</u>
NET LEDGER ASSETS DECEMBER 31, 1937			\$	<u>634,655.76</u>

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

LIABILITIES AND FUND BALANCES

AS OF DECEMBER 31, 1937

FOR SERVICE AFTER JULY 1, 1935:

LIABILITY RESERVES:

ANNUITY PAYMENT FUND ACCOUNT:

Employee Annuitants	\$	6,612.96	
Employees' Annuities Fixed		2,934.66	
Widow Annuitants		9,685.98	
Wives' Annuities Fixed		4,216.76	
			\$ 23,450.36

SALARY DEDUCTION FUND ACCOUNT:

Employees	\$	268,871.41	
Wives of Employees		70,439.67	
			339,311.08

CITY CONTRIBUTION FUND ACCOUNT:

Employees	\$	450,872.86	
Wives of Employees		123,269.68	
Supplemental Annuities		1,860.85	
			576,003.39

SURPLUS RESERVES:

Annuity Payment Fund Account	\$	3,517.55	Transferred from A.P. Fd.
Children's Annuity Payment Fund Account			Surplus to I. I. Fund
Duty Disability Fund Account			0 \$3,065.52, and to Exp. of
Expense of Administration Fund Account		3,595.97	0 Adm. Fd. \$2,364.39
Gift Fund Account		0	
Investment and Interest Fund Account		0	
Ordinary Disability Fund Account		46,776.45	
			46,698.03

TOTAL LIABILITY AND SURPLUS RESERVES

FOR SERVICE AFTER JULY 1, 1935 \$ 985,462.86

Deduct Per Contra (Obligations of City because of Age and Service Credits Granted)

220,734.60

NET LIABILITIES AND FUND BALANCES SERVICE AFTER JULY 1, 1935

\$764,728.26

FOR SERVICE PRIOR TO JULY 1, 1935:

PRIOR SERVICE FUND ACCOUNT:

Employee Annuitants	\$	493,904.97	
Employees' Annuities Fixed		252,371.16	
Widow Annuitants		214,092.27	
Wives' Annuities Fixed		241,888.32	
Contributions for Employees		3,755,859.32	
Contributions for Wives		1,458,563.76	
			\$6,416,679.80

DEDUCT (Per Contra):

Obligations of City because of Prior Service Credits Granted			6,546,752.30

NET LIABILITIES SERVICE PRIOR TO JULY 1, 1935

130,072.50

NET LIABILITIES AND FUND BALANCES DECEMBER 31, 1937

\$634,655.76



## LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

INCOME

YEAR 1937

## SALARY DEDUCTIONS:

Employees	\$118,022.55	
Wives of Employees	29,475.59	
Ordinary Disability	15,087.10	
Expense of Administration	8,938.17	
	<u>          </u>	
Total Salary Deductions		\$171,523.41

## CITY CONTRIBUTIONS:

Employee's Annuity	\$182,686.71	
Wives Annuity	51,582.28	
Children's Annuity	6,030.00	
Duty Disability	12,181.64	
Ordinary Disability	15,087.10	
Expense of Administration	8,938.17	
Interest on Income	4,680.92	
	<u>          </u>	
Total City Contributions		\$281,186.82

Tax Extension 1937 \$207,397.64

Less Reserve for Loss  
and Cost of Collection 20,739.76Net Tax Extension \$186,657.88Current Deficiency 94,528.94

Net City Contributions 186,657.88

## BOND INTEREST

6,311.14

TOTAL INCOME YEAR 1937 \$364,492.43

TOTAL EXPENDITURES YEAR 1937 157,840.10

EXCESS INCOME OVER EXPENDITURES \$206,652.33

NET LEDGER ASSETS JANUARY 1, 1937 428,003.43NET LEDGER ASSETS DECEMBER 31, 1937 \$634,655.76

## LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

EXPENDITURES

YEAR 1937

## BENEFITS PAID:

Prior Service Annuities, Employees	\$76,664.33	
Age and Service Annuities, Employees	614.17	
Prior Service Widow Annuities	17,127.52	
Age and Service Widow Annuities	519.74	
Compensation Widow Annuities \$ 2,195.36		
Less Workmen's Compensation		
Benefits	<u>2,056.04</u>	139.32
Children's Annuities		6,030.00
Duty Disability Benefits \$18,773.22		
Less Workmen's Compensation		
Benefits	<u>7,510.40</u>	11,262.82
Ordinary Disability Benefits		<u>16,505.92</u>
Total Benefits Paid		\$128,863.82

## EXPENSE OF ADMINISTRATION:

Salaries	\$ 9,420.00	
Legal Fees	2,700.00	
Actuarial Fees	8,130.67	
Medical Fees	1,107.00	
Printing	591.00	
Office Equipment	54.64	
Telephone	210.09	
Rent	420.00	
Treasurer Bond	672.74	
Expense in Connection with		
Amendment to Act	233.30	
Petty Cash	<u>200.00</u>	
Total Expense of Administration		23,739.44

## REFUNDS:

5,236.84

TOTAL EXPENDITURES YEAR 1937

\$157,840.10



LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

GAIN AND LOSS

YEAR 1937

SURPLUS BALANCES DECEMBER 31, 1937:

Annuity Payment Fund	\$ 3,517.55	
Expense Fund	3,595.97	
Investment and Interest Fund	0	
Ordinary Disability Fund	46,776.45	
Prior Service Fund	6,546,752.30	
Obligations of City because of Age and Service Credits Granted	<u>220,734.60</u>	
Total		\$6,720,788.87

SURPLUS BALANCES JANUARY 1, 1937:

Annuity Payment Fund	\$ 1,306.41	
Expense Fund	0	
Investment and Interest Fund	0	
Ordinary Disability Fund	31,829.50	
Prior Service Fund	6,480,487.56	
Obligations of City because of Age and Service Credits Granted	<u>113,847.48</u>	
Total		<u>6,561,199.13</u>

NET LOSS YEAR 1937

\$159,589.74

## LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

ANALYSIS OF GAIN AND LOSS

YEAR 1937

	Prior Ser- vice Annu- ity Fund	Annuity Payment Fund	
GAIN BECAUSE OF ANNUITY AND BENEFIT PURPOSES:			
Mortality, Employee Annuitants	\$ 17,633.25	\$ 181.18	
Mortality, Employees' Annuities Fixed	28,061.03	113.07	
Mortality, Widow Annuitants	2,158.83	36.46	
Mortality, Wives Annuities Fixed	6,035.42	427.86	
Excess Contributions on Refunds, Prior Service	96,361.27		
Excess Contributions on Refunds, Age and Service	7,585.02		
Excess Contributions, No Wife, Prior Service	32,845.55		
Excess Contributions, No Wife, Age and Service	1,212.74		
Excess Contributions, Employee's Annuity Fixed	9,575.62	344.80	
Excess Contributions When Wives Annuities are Fixed	7,457.52	483.18	
Excess Contributions When Widow's Annuities are Fixed	417.01	442.91	
Refunds after Fixed		89.13	
Salary Deductions after Fixed		6,577.10	
Totals	\$192,954.76	\$7,588.79	\$200,543.55

## GAIN BECAUSE OF:

## SURPLUS RESERVE PURPOSES:

## Excess Receipts over Benefits Paid:

Transferred from Annuity Payment Fund  
to Expense of Administration Fund

\$ 2,364.39

Transferred from Annuity Payment Fund  
to Investment and Interest Fund

3,065.52

Excess Payments over Receipts, Expense  
of Administration Fund

3,595.97

Ordinary Disability Fund

14,946.95

Total Gain

5,921.07

## TAX REQUIREMENT PURPOSES:

Interest on Deferred Obligations

\$263,721.14

Interest on Taxes Receivable

7,980.30

\$271,701.44

Current Deficiency

94,528.94

Prior Years Adjustments

176.02

366,054.36

NET LOSS YEAR 1937

\$159,589.74



## LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

COMPARATIVE ANALYSIS

	ASSETS		
	Jan. 1, 1937	Dec. 31, 1937	Increase
CASH ON DEPOSIT:	\$ 119,028.11	\$ 90,817.50	\$ 28,210.61
ACCOUNTS RECEIVABLE:			
Salary Deductions Accrued	\$ 6,827.44	\$ 8,405.58	\$ 1,578.14
Miscellaneous from Employees	839.98	893.58	53.60
Total Accounts Receivable	\$ 7,667.42	\$ 9,299.16	\$ 1,631.74
INTEREST RECEIVABLE: (Accrued Interest on Bonds)	\$ 1,272.92	\$ 5,227.09	\$ 3,954.17
INVESTMENTS:			
Bonds - Par Value	\$ 65,000.00	\$ 285,000.00	\$ 220,000.00
Bond Premiums	5,198.58	9,745.11	4,546.53
Total Investments	\$ 70,198.58	\$ 294,745.11	\$ 224,546.53
TAXES RECEIVABLE:			
1935	\$ 79,813.61	\$ 43,322.03	\$ 36,491.58
1936	195,692.87	58,088.45	137,604.42
1937	0	207,397.64	207,397.64
Total	\$ 275,506.48	\$ 308,808.12	\$ 33,301.64
Less Reserve for Loss and Cost of Collection (10% of Extension):			
1935	\$ 13,198.27	\$ 13,198.27	\$ 0
1936	19,569.29	19,569.29	0
1937	0	20,739.76	20,739.76
Total	\$ 32,767.56	\$ 53,507.32	\$ 20,739.76
Net Taxes Receivable	\$ 242,738.92	\$ 255,300.80	\$ 12,561.88
GROSS LEDGER ASSETS	\$ 440,905.95	\$ 655,389.66	\$ 214,483.71
LESS:			
ACCOUNTS PAYABLE	12,902.52	20,733.90	7,831.38
NET LEDGER ASSETS DECEMBER 31, 1937	\$ 428,003.43	\$ 634,655.76	\$ 206,652.33
DEFERRED ASSETS:			
Obligations of City because of Prior Service Credits Granted	\$ 6,480,487.56	\$ 6,546,752.30	\$ 66,264.74
Obligations of City because of Age and Service Credits Granted	113,847.48	220,734.60	106,887.12
Total Deferred Assets	\$ 6,594,335.04	\$ 6,767,486.90	\$ 173,151.86
TOTAL NET LEDGER AND DEFERRED ASSETS	\$ 7,022,338.47	\$ 7,402,142.66	\$ 379,804.19
DEDUCT (Per Contra) LIABILITIES:			
Obligations of City because of Prior Service and Age and Service Credits Granted	6,594,335.04	6,767,486.90	173,151.86
NET LEDGER ASSETS DECEMBER 31, 1937	\$ 428,003.43	\$ 634,655.76	\$ 206,652.33

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

COMPARATIVE ANALYSIS

LIABILITIES AND FUND BALANCES

	Jan. 1, 1937	Dec. 31, 1937	Increase
FOR SERVICES AFTER JULY 1, 1935:			
LIABILITY RESERVES:			
ANNUITY PAYMENT FUND ACCOUNT:			
Employee Annuitants	\$ 2,078.72	\$ 6,612.96 <sup>^</sup>	\$ 4,534.24
Employees' Annuities Fixed	982.30	2,934.66 <sup>^</sup>	1,952.36
Widow Annuitants	3,682.70	9,685.98 <sup>^</sup>	6,003.28
Wives' Annuities Fixed	1,965.71	4,216.76 <sup>^</sup>	2,251.05
Total Annuity Payment Fund	<u>\$ 8,709.43</u>	<u>\$ 23,450.36</u>	<u>\$ 14,740.93</u>
SALARY DEDUCTION FUND ACCOUNT:			
Employees	\$ 159,484.94	\$ 268,871.41 <sup>^</sup>	\$ 109,386.47
Wives of Employees	41,953.94	70,439.67 <sup>^</sup>	28,485.73
Total Salary Deduction Fund	<u>\$ 201,438.88</u>	<u>\$ 339,311.08</u>	<u>\$ 137,872.20</u>
CITY CONTRIBUTION FUND ACCOUNT:			
Employees	\$ 265,908.15	\$ 450,872.86 <sup>^</sup>	\$ 184,964.71
Wives of Employees	73,417.83	123,269.68 <sup>^</sup>	49,851.85
Supplemental Annuities	1,039.76	1,860.85 <sup>^</sup>	821.09
Total City Contribution Fund	<u>\$ 340,365.74</u>	<u>\$ 576,003.39</u>	<u>\$ 235,637.65</u>
SURPLUS RESERVES:			
Annuity Payment Fund Account	\$ 1,306.41	\$ 3,517.55 <sup>^</sup>	\$ 2,211.14
Children's Annuity Payment Fund Account	0	0	0
Duty Disability Fund Account	0	0	0
Expense of Administration Fund Account	0	3,595.97 <sup>^</sup>	3,595.97
Investment and Interest Fund Account	0	0	0
Ordinary Disability Fund Account	31,829.50	46,776.45 <sup>^</sup>	14,946.95
Total Surplus Reserves	<u>\$ 33,135.91</u>	<u>\$ 46,698.03</u>	<u>\$ 13,562.12</u>
TOTAL LIABILITY AND SURPLUS RESERVES FOR SERVICE AFTER JULY 1, 1935	\$ 583,649.96	\$ 985,462.86	\$ 401,812.90
DEDUCT Per Contra (Obligations of City for Age and Service Credits Granted)	<u>113,847.48</u>	<u>220,734.60<sup>^</sup></u>	<u>106,887.12</u>
NET LIABILITY FOR SERVICE AFTER JULY 1, 1935	<u>\$ 469,802.48</u>	<u>\$ 764,728.26</u>	<u>\$ 294,925.78</u>
FOR SERVICE PRIOR TO JULY 1, 1935:			
PRIOR SERVICE FUND ACCOUNT:			
Employee Annuitants	\$ 370,979.32	\$ 493,904.97 <sup>^</sup>	\$ 122,925.65
Employees' Annuities Fixed	319,408.08	252,371.16 <sup>^</sup>	67,036.92
Widow Annuitants	135,767.95	214,092.27 <sup>^</sup>	78,324.32
Wives' Annuities Fixed	233,376.75	241,888.32 <sup>^</sup>	8,511.57
Contributions for Employees	3,870,431.21	3,755,859.32 <sup>^</sup>	114,571.89
Contributions for Wives	1,508,725.20	1,458,563.76 <sup>^</sup>	50,161.44
Total Prior Service Fund	<u>\$ 6,438,688.51</u>	<u>\$ 6,416,679.80</u>	<u>\$ 22,008.71</u>
DEDUCT (Per Contra):			
Obligations of City for Prior Service Credits Granted	<u>6,480,487.56</u>	<u>6,546,752.30<sup>^</sup></u>	<u>66,264.74</u>
NET LIABILITIES SERVICE PRIOR TO JULY 1, 1935	<u>\$ 41,799.05</u>	<u>\$ 130,072.50</u>	<u>\$ 88,273.45</u>
TOTAL NET LIABILITIES AND FUND BALANCES DECEMBER 31, 1937	<u>\$ 428,003.43</u>	<u>\$ 634,655.76</u>	<u>\$ 206,652.33</u>

## LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

CASH RECONCILIATION  
RECEIPTS AND DISBURSEMENTS

YEAR 1937

BALANCE JANUARY 1, 1937 \$119,028.11

## RECEIPTS:

Salary Deductions	\$177,941.07	
Bond Interest	4,400.00	
Installment of 1935 Taxes	36,491.58	
Installment of 1936 Taxes	137,604.42	
Miscellaneous	<u>69.31</u>	
Total Receipts		\$356,506.38

## DISBURSEMENTS:

Annuities - Employees	\$77,344.95	
Annuities - Widows	17,786.58	
Annuities - Children	6,030.00	
Ordinary Disability Benefits	15,105.06	
Duty Disability Benefits	<u>10,308.80</u>	
		\$126,575.39

## Refunds:

Separation from Service	\$ 4,798.05	
Erroneous Deductions	<u>3,014.55</u>	
Total Refunds		7,812.60
Operating Expenses		23,739.44

## Securities Purchased:

Par Value Bonds	\$220,000.00
Premiums	6,200.59
Accrued Interest	1,426.47
Less Discount Received	<u>1,037.50</u>

Total Securities Purchased 226,589.56

Total Disbursements

384,716.99

EXCESS DISBURSEMENTS OVER RECEIPTS

28,210.61

BALANCE DECEMBER 31, 1937 PER BOOKS

\$ 90,817.50

OUTSTANDING CHECKS DECEMBER 31, 1937

6,791.49

BALANCE PER TREASURER

\$ 97,608.99