

LABORERS' AND RETIREMENT BOARD
EMPLOYEES' ANNUITY AND
BENEFIT FUND

ANNUAL STATEMENT

AS OF

DECEMBER 31, 1939

DONALD F. CAMPBELL
AND
DONALD F. CAMPBELL, JR.
CONSULTING ACTUARIES
160 NO. LA SALLE ST.
CHICAGO, ILL.

TELEPHONE STATE 1336

July 20, 1940.

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

Gentlemen:

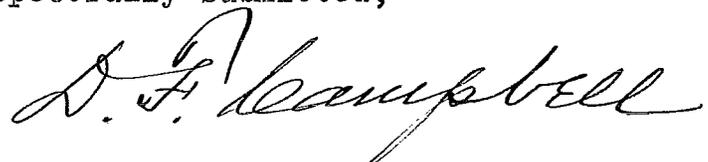
This is to certify that the annual statement of the
Laborers' and Retirement Board Employees' Annuity and Benefit
Fund as of December 31, 1939, appended hereto, consisting of
five exhibits, as follows:

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 1939.

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

Respectfully submitted,



ACTUARY.

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LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

BALANCE SHEET

AS OF

DECEMBER 31, 1939

ASSETS

AND

LIABILITIES

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

ASSETS

AS OF DECEMBER 31, 1939

CASH ON DEPOSIT					\$	145,165.14
ACCOUNTS RECEIVABLE:						
Salary Deductions Accrued				\$	6,773.75	
Miscellaneous from Employees					<u>878.88</u>	
Total Accounts Receivable						7,652.63
INTEREST RECEIVABLE:						
Accrued Interest on Bonds						8,539.57
INVESTMENTS:						
Bonds - Par Value				\$	485,500.00	
Bond Premiums and Discounts					<u>23,380.62</u>	
Total Investments						508,880.62
TAXES RECEIVABLE:						
Year of Levy	Reserve for Uncollected Taxes	Percent of Collection	Net Taxes Re-			
		Loss and Cost	ceivable			
1935	\$ 33,809.52	\$ 19,797.40	15	\$ 14,012.12		
1936	37,019.23	29,353.93	15	7,665.30		
1937	47,014.13	31,109.65	15	15,904.48		
1938	44,095.89	29,222.70	15	14,873.19		
1939	204,335.44	20,433.54	10	183,901.90		
	<u>\$366,274.21</u>	<u>\$129,917.22</u>		<u>\$236,356.99</u>		
Net Taxes Receivable						<u>236,356.99</u>
GROSS LEDGER ASSETS						\$ 906,594.95
LESS:						
ACCOUNTS PAYABLE:						
Miscellaneous to Employees				\$	5,396.71	
Comptroller and Municipal Employees' Annuity and Benefit Fund					<u>52.48</u>	
Total Accounts Payable						5,449.19
NET LEDGER ASSETS DECEMBER 31, 1939						\$ 901,145.76
DEFERRED ASSETS (Subject to Future Gains and Losses):						
Obligations of City because of Prior Service Credits Granted				\$	6,755,972.60	
Obligations of City because of Age and Service Credits Granted					<u>496,139.35</u>	
Total Deferred Assets						<u>7,252,111.95</u>
TOTAL NET LEDGER AND DEFERRED ASSETS DECEMBER 31, 1939						\$8,153,257.71
DEDUCT (Per Contra) LIABILITIES:						
Obligations of City because of Prior Service and Age and Service Credits Granted						<u>7,252,111.95</u>
NET LEDGER ASSETS DECEMBER 31, 1939						<u>\$ 901,145.76</u>

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

LIABILITIES AND FUND BALANCES

AS OF DECEMBER 31, 1939

FOR SERVICE AFTER JULY 1, 1935:

LIABILITY RESERVES:

ANNUITY PAYMENT FUND ACCOUNT:

Employee Annuitants	\$	25,790.93	
Employees' Annuities Fixed		13,763.07	
Widow Annuitants		31,500.69	
Wives' Annuities Fixed		13,320.10	
			<u>84,374.79</u>

\$ 84,374.79

SALARY DEDUCTION FUND ACCOUNT:

Employees	\$	471,460.91	
Wives of Employees		124,672.21	
			<u>596,133.12</u>

596,133.12

CITY CONTRIBUTION FUND ACCOUNT:

Employees	\$	807,971.83	
Wives of Employees		218,182.33	
Supplemental Annuities		2,230.77	
			<u>1,028,384.93</u>

1,028,384.93

SURPLUS RESERVES:

Annuity Payment Fund Account	\$	12,656.22	
Children's Annuity Payment Fund Account		0	
Duty Disability Fund Account		0	
Expense of Administration Fund Account		11,615.97	
Gift Fund Account		0	
Investment and Interest Fund Account		0	
Ordinary Disability Fund Account		62,290.68	
			<u>63,330.93</u>

63,330.93

TOTAL LIABILITY AND SURPLUS RESERVES

FOR SERVICE AFTER JULY 1, 1935

\$1,772,223.77

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

496,139.35

NET LIABILITIES AND FUND BALANCES

SERVICE AFTER JULY 1, 1935

\$1,276,084.42

FOR SERVICE PRIOR TO JULY 1, 1935:

PRIOR SERVICE FUND ACCOUNT:

Employee Annuitants	\$	595,725.23	
Employees' Annuities Fixed		229,200.63	
Widow Annuitants		344,678.19	
Wives' Annuities Fixed		276,463.66	
Contributions for Employees'		3,545,791.35	
Contributions for Wives		1,389,174.88	
			<u>\$6,381,033.94</u>

\$6,381,033.94

DEDUCT (Per Contra):

Obligations of City because of Prior Service Credits Granted

6,755,972.60

NET LIABILITIES SERVICE PRIOR TO JULY 1, 1935

374,938.66

NET LIABILITIES AND FUND BALANCES DECEMBER 31, 1939

\$ 901,145.76

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

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INCOME

YEAR 1939

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INCOME

AND

EXPENDITURES

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

INCOMEYEAR 1939

SALARY DEDUCTIONS:

Employees	\$112,004.41	
Wives of Employees	28,012.41	
Ordinary Disability	14,359.83	
Expense of Administration	<u>8,405.63</u>	
Total Salary Deductions		\$162,782.28

CITY CONTRIBUTIONS:

Employee's Annuity	\$173,680.69	
Wives Annuity	49,021.72	
Children's Annuity	7,425.28	
Duty Disability	13,159.30	
Ordinary Disability	14,359.83	
Expense of Administration	8,405.63	
Interest on Income	<u>4,697.43</u>	
Total City Contributions		\$270,749.88

Tax Extension 1939	\$204,335.44	
Less Reserve for Loss and Cost of Collection	<u>20,433.54</u>	
Net Tax Extension		<u>\$183,901.90</u>

Current Deficiency	<u>86,847.98</u>	
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Net City Contributions		183,901.90
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BOND INTEREST AND INTEREST ON TAX WARRANTS		<u>12,565.72</u>
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TOTAL INCOME YEAR 1939		\$359,249.90
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TOTAL EXPENDITURES YEAR 1939		<u>218,575.03</u>
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EXCESS INCOME OVER EXPENDITURES - CURRENT OPERATIONS		\$140,674.87
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LESS:

Increase in Reserve for Loss and Cost of Collection of Taxes Receivable		<u>36,494.56</u>
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NET EXCESS INCOME OVER EXPENDITURES FOR YEAR		\$104,180.31
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NET LEDGER ASSETS JANUARY 1, 1939		<u>796,965.45</u>
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NET LEDGER ASSETS DECEMBER 31, 1939		<u>\$901,145.76</u>
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LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

EXPENDITURES

YEAR 1939

BENEFITS PAID:

Prior Service Annuities, Employees		\$103,520.78	
Age and Service Annuities, Employees		3,015.35	
Prior Service Widow Annuities		32,006.15	
Age and Service Widow Annuities		2,095.43	
Compensation Widow Annuities	\$ 3,223.95		
Less Workmen's Compensation Benefits	<u>2,644.38</u>	579.57	
Children's Annuities		7,546.66	
Duty Disability Benefits	\$22,569.35		
Less Workmen's Compensation Benefits	<u>9,385.32</u>	13,184.03	
Ordinary Disability Benefits		<u>27,414.59</u>	
Total Benefits Paid			\$189,362.56

EXPENSE OF ADMINISTRATION:

Salaries	\$ 11,032.16	
Legal Salary	2,700.00	
Actuarial Fees	2,848.87	
Medical Salary	1,200.00	
Medical Expense	120.00	
Audit	675.00	
Printing	241.45	
Office Equipment and Repairs	97.59	
Telephone	233.09	
Rent	821.54	
Premiums on Surety Bonds	181.30	
Petty Cash	<u>225.00</u>	
Total Expense of Administration		20,376.00

REFUNDS:

8,836.47

TOTAL EXPENDITURES YEAR 1939

\$218,575.03

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

GAIN AND LOSS

YEAR 1939

GAINS

AND

LOSSES

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

GAIN AND LOSS

YEAR 1939

SURPLUS BALANCES DECEMBER 31, 1939:

Annuity Payment Fund	\$ 12,656.22	
Expense Fund	11,615.97	
Investment and Interest Fund	0	
Ordinary Disability Fund	62,290.68	
Prior Service Fund	6,755,972.60	
Obligations of City because of Age and Service Credits Granted	<u>496,139.35</u>	
Total		\$7,188,781.02

SURPLUS BALANCES JANUARY 1, 1939:

Annuity Payment Fund	\$ 7,383.41	
Expense Fund	7,678.95	
Investment and Interest Fund	0	
Ordinary Disability Fund	58,775.31	
Prior Service Fund	6,662,815.75	
Obligations of City because of Age and Service Credits Granted	<u>349,384.13</u>	
Total		<u>6,953,720.11</u>

NET LOSS YEAR 1939

\$235,060.91

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

ANALYSIS OF GAIN AND LOSS

YEAR 1939

	Prior Ser- vice Annu- ity Fund	Annuity Payment Fund	
GAIN BECAUSE OF ANNUITY AND BENEFIT PURPOSES:			
Mortality, Employee Annuitants	\$ 18,320.52	\$ 474.79	
Mortality, Employees' Annuities Fixed	17,853.87	393.64	
Mortality, Widow Annuitants	12,245.70	738.23	
Mortality, Wives' Annuities Fixed	3,730.59	630.11	
Excess Contributions on Refunds, Prior Service	89,335.92		
Excess Contributions on Refunds, Age and Service	13,604.57		
Excess Contributions, No Wife, Prior Service	18,438.81		
Excess Contributions, No Wife, Age and Service	1,647.10		
Excess Contributions, Employee's Annuity Fixed	17,629.41	1,852.78	
Excess Contributions When Wives' Annuities are Fixed	16,702.48	2,720.85	
Excess Contributions When Widows' Annuities are Fixed	2,933.42	195.92	
Refunds After Fixed		130.18	
Salary Deductions after Fixed		6,469.54	
Totals	<u>\$199,114.37</u>	<u>\$11,693.62</u>	\$210,807.99
Additional Prior Service Granted			24,734.82
GAIN BECAUSE OF:			
SURPLUS RESERVE PURPOSES:			
Excess Receipts Over Benefits Paid:			
Transferred from Prior Service Annuity Fund to Investment and Interest Fund	\$ 1,023.77		
Transferred from Annuity Payment Fund to Investment and Interest Fund	6,716.15		
Excess Payments Over Receipts, Expense of Administration Fund	3,629.86		
Ordinary Disability Fund	<u>1,164.36</u>		
Total Gain		\$ 10,205.42	
Interest Earned on Balances of January 1, 1939:			
Annuity Payment Fund Account	\$ 295.34		
Ordinary Disability Fund Account	2,351.01		
Expense of Administration Fund Account	<u>307.16</u>		
Total Interest Earned		<u>2,339.19</u>	
Total Gain because of Surplus Reserve Purposes			7,866.23
TAX REQUIREMENT PURPOSES:			
Interest on Deferred Obligations	\$280,487.99		
Interest on Taxes Receivable	<u>10,678.75</u>	\$291,166.74	
Current Deficiency		<u>86,847.98</u>	378,014.72
LOSS FOR YEAR - CURRENT OPERATIONS			\$199,807.78
Increase in Estimate for Loss and Cost of Collection of Taxes Receivable, Prior Years			36,494.56
Prior Years City Contributions Adjustment			<u>1,241.43</u>
NET LOSS YEAR 1939			<u><u>\$235,060.91</u></u>

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

COMPARATIVE ANALYSIS

YEAR 1939

ASSETS

AND

LIABILITIES

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

COMPARATIVE ANALYSIS

	ASSETS		
	Jan. 1, 1939	Dec. 31, 1939	Increase
CASH ON DEPOSIT	\$ 91,213.39	\$ 145,165.14	\$ 53,951.75
ACCOUNTS RECEIVABLE:			
Salary Deductions Accrued	\$ 6,865.35	\$ 6,773.75	\$ 91.60
Miscellaneous from Employees	757.95	878.88	120.93
Total Accounts Receivable	\$ 7,623.30	\$ 7,652.63	\$ 29.33
INTEREST RECEIVABLE:			
Accrued Interest on Bonds	\$ 5,227.07	\$ 8,539.57	\$ 3,312.50
Accrued Interest on Tax Anticipation Warrants	2,141.61	0	2,141.61
Total Interest Receivable	\$ 7,368.68	\$ 8,539.57	\$ 1,170.89
INVESTMENTS:			
Tax Anticipation Warrants, Board of Education	\$ 150,000.00	\$ 0	\$ 150,000.00
Bonds - Par Value	285,000.00	485,500.00	200,500.00
Bond Premiums	8,729.83	23,380.62	14,650.79
Total Investments	\$ 443,729.83	\$ 508,880.62	\$ 65,150.79
TAXES RECEIVABLE:			
1935	\$ 40,072.66	\$ 33,809.52	\$ 6,263.14
1936	41,883.65	37,019.23	4,864.42
1937	63,183.50	47,014.13	16,169.37
1938	194,817.99	44,095.89	150,722.10
1939	0	204,335.44	204,335.44
Total	\$ 339,957.80	\$ 366,274.21	\$ 26,316.41
Less Reserve for Loss and Cost of Collection:			
1935	\$ 13,198.27	\$ 19,797.40	\$ 6,599.13
1936	19,569.29	29,353.93	9,784.64
1937	20,739.76	31,109.65	10,369.89
1938	19,481.80	29,222.70	9,740.90
1939	0	20,433.54	20,433.54
Total	\$ 72,989.12	\$ 129,917.22	\$ 56,928.10
Net Taxes Receivable	\$ 266,968.68	\$ 236,356.99	\$ 30,611.69
GROSS LEDGER ASSETS	\$ 816,903.88	\$ 906,594.95	\$ 89,691.07
LESS:			
ACCOUNTS PAYABLE:			
Miscellaneous to Employees Comptroller and Municipal Employees' Annuity and Benefit Fund	\$ 19,682.74	\$ 5,396.71	\$ 14,286.03
	255.69	52.48	203.21
Total Accounts Payable	\$ 19,938.43	\$ 5,449.19	\$ 14,489.24
NET LEDGER ASSETS DECEMBER 31, 1939	\$ 796,965.45	\$ 901,145.76	\$ 104,180.31
DEFERRED ASSETS:			
Obligations of City because of Prior Service Credits Granted	\$ 6,662,815.75	\$ 6,755,972.60	\$ 93,156.85
Obligations of City because of Age and Service Credits Granted	349,384.13	496,139.35	146,755.22
Total Deferred Assets	\$ 7,012,199.88	\$ 7,252,111.95	\$ 239,912.07
TOTAL NET LEDGER AND DEFERRED ASSETS	\$ 7,809,165.33	\$ 8,153,257.71	\$ 344,092.38
DEDUCT (Per Contra) LIABILITIES:			
Obligations of City because of Prior Service and Age and Service Credits Granted	7,012,199.88	\$ 7,252,111.95	\$ 239,912.07
NET LEDGER ASSETS DECEMBER 31, 1939	\$ 796,965.45	\$ 901,145.76	\$ 104,180.31

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

COMPARATIVE ANALYSIS

LIABILITIES AND FUND BALANCES

FOR SERVICE AFTER JULY 1, 1935:	Jan. 1, 1939	Dec. 31, 1939	Increase
LIABILITY RESERVES:			
ANNUITY PAYMENT FUND ACCOUNT:			
Employee Annuitants	\$ 18,501.76	\$ 25,790.93	\$ 7,289.17
Employees' Annuities Fixed	5,222.08	13,763.07	8,540.99
Widow Annuitants	17,875.30	31,500.69	13,625.39
Wives' Annuities Fixed	7,623.62	13,320.10	5,696.48
Total Annuity Payment Fund	<u>\$ 49,222.76</u>	<u>\$ 84,374.79</u>	<u>\$ 35,152.03</u>
SALARY DEDUCTION FUND ACCOUNT:			
Employees	\$ 373,995.75	\$ 471,460.91	\$ 97,465.16
Wives of Employees	98,675.61	124,672.21	25,996.60
Total Salary Deduction Fund	<u>\$ 472,671.36</u>	<u>\$ 596,133.12</u>	<u>\$123,461.76</u>
CITY CONTRIBUTION FUND ACCOUNT:			
Employees	\$ 632,094.06	\$ 807,971.83	\$175,877.77
Wives of Employees	172,684.03	218,182.33	45,498.30
Supplemental Annuities	2,726.03	2,230.77	495.26
Total City Contribution Fund	<u>\$ 807,504.12</u>	<u>\$1,028,384.93</u>	<u>\$220,880.81</u>
SURPLUS RESERVES:			
Annuity payment Fund Account	\$ 7,383.41	\$ 12,656.22	\$ 5,272.81
Children's Annuity Payment Fund Account	0	0	0
Duty Disability Fund Account	0	0	0
Expense of Administration Fund Account	7,678.95	11,615.97	3,937.02
Investment and Interest Fund Account	0	0	0
Ordinary Disability Fund Account	58,775.31	62,290.68	3,515.37
Total Surplus Reserves	<u>\$ 58,479.77</u>	<u>\$ 63,330.93</u>	<u>\$ 4,851.16</u>
TOTAL LIABILITY AND SURPLUS RESERVES FOR SERVICE AFTER JULY 1, 1935	<u>\$1,387,878.01</u>	<u>\$1,772,223.77</u>	<u>\$384,345.76</u>
DEDUCT (Per Contra) (Obligations of City for Age and Service Credits Granted)	<u>349,384.13</u>	<u>496,139.35</u>	<u>146,755.22</u>
NET LIABILITY FOR SERVICE AFTER JULY 1, 1935	<u>\$1,038,493.88</u>	<u>\$1,276,084.42</u>	<u>\$237,590.54</u>
FOR SERVICE PRIOR TO JULY 1, 1935:			
PRIOR SERVICE FUND ACCOUNT:			
Employee Annuitants	\$ 613,688.74	\$ 595,725.23	\$ 17,963.51
Employees' Annuities Fixed	181,378.74	229,200.63	47,821.89
Widow Annuitants	280,973.77	344,678.19	63,704.42
Wives' Annuities Fixed	253,845.93	276,463.66	22,617.73
Contributions for Employees	3,661,062.34	3,545,791.35	115,270.99
Contributions for Wives	1,430,337.80	1,389,174.88	41,162.92
Total Prior Service Fund	<u>\$6,421,287.32</u>	<u>\$6,381,033.94</u>	<u>\$ 40,253.38</u>
DEDUCT (Per Contra):			
Obligations of City for Prior Service Credits Granted	<u>6,662,815.75</u>	<u>6,755,972.60</u>	<u>93,156.85</u>
NET LIABILITIES SERVICE PRIOR TO JULY 1, 1935	<u>\$ 241,528.43</u>	<u>\$ 374,938.66</u>	<u>\$133,410.23</u>
TOTAL NET LIABILITIES AND FUND BALANCES DECEMBER 31, 1939	<u>\$ 796,965.45</u>	<u>\$ 901,145.76</u>	<u>\$104,180.31</u>

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

CASH RECONCILIATIONRECEIPTS AND DISBURSEMENTS

YEAR 1939

BALANCE JANUARY 1, 1939

\$ 91,213.39

RECEIPTS:

Salary Deductions	\$160,506.89	
Bond Interest	14,817.55	
Installment of 1935 Taxes	6,263.14	
Installment of 1936 Taxes	4,864.42	
Installment of 1937 Taxes	16,169.37	
Installment of 1938 Taxes	150,722.10	
Tax Warrants Redeemed	150,000.00	
Miscellaneous Income	63.24	
Total Receipts		\$503,406.71

DISBURSEMENTS:

Annuities - Employees	\$106,556.31	
Annuities - Widows	34,691.15	
Annuities - Children	7,546.66	
Ordinary Disability Benefits	25,117.64	
Duty Disability Benefits	12,016.95	
		\$185,928.71

REFUNDS:

Separation from Service	\$ 7,727.37	
Adjustments - New Annuitants	2,378.11	
Errors in Deductions	533.57	
Errors Dep. by City Comptroller	312.19	
Errors in Deductions - Employees Over Age 65	13,625.50	
		24,576.74
Operating Expenses		20,376.00
Securities Purchased:		
Bonds - Par Value	\$200,500.00	
Premiums	16,212.27	
Accrued Interest	1,861.24	
		218,573.51

Total Disbursements

449,454.96

EXCESS RECEIPTS OVER DISBURSEMENTS

53,951.75

BALANCE DECEMBER 31, 1939 PER BOOKS

\$145,165.14

OUTSTANDING CHECKS DECEMBER 31, 1939

6,583.39

BALANCE PER TREASURER

\$151,748.53

