

LABORERS' AND RETIREMENT BOARD
EMPLOYEES' ANNUITY AND
BENEFIT FUND

ANNUAL STATEMENT
AS OF
DECEMBER 31, 1962

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March 25, 1964

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, 1962, appended hereto, consisting of six exhibits, as follows:

| <u>Exhibit</u> | <u>Title</u> | <u>Page</u> |
|----------------|--|-------------|
| A | Assets and Liabilities | 1--2 |
| B | Income and Expenditures | 3--4 |
| C | Gain and Loss | 5--6 |
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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 1962 with the Fund balances and liabilities computed in accordance with the provisions of the Act.

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

The liability in the Prior Service Annuity Fund account for the excess liability due to the minimum annuity provision is based on actuarial tables obtained from the operating experience of an annuity and benefit fund with a similar service. It is also based on three per cent interest and 1962 salary scales. The excess liability has been estimated for members of the fund who have not filed information sheets. This liability is subject to adjustment when the dates of birth have been obtained for these members.

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If the Fund's liabilities were computed on the assumption of three and one-half per cent interest earnings, the Combined Annuity Table of Mortality, present salary scales, the service table used in computing the excess liability for the minimum annuity provisions, and the entry age normal method of funding, I estimate that the reserve deficiency shown on the attached Balance Sheet would be about \$14,300,000.00.

Based on the preceding assumptions, the Fund membership, and salaries as of December 31, 1962, I estimate that a yearly tax levy of \$3,754,000.00 will amortize the total deficiency by around the year 1976. The 1962 assessed valuations provide a tax levy of about \$3,754,000.00.

Future changes in the factors affecting the costs will result in different tax levy requirements. The rate of future retirements and the amounts of future salaries are major factors in this respect. The rate of interest earnings on the Fund's assets is also an important factor. The Gain and Loss Exhibit indicates improvement in mortality rates and greater numbers of members retiring. The yield on bonds for the year was 3.5%.

If retirement rates continue to increase and rates of mortality continue to decrease and other factors remain practically the same as at present a tax levy in excess of the necessary increase stated above will result.

Respectfully submitted,



Actuary.

DFC-eb

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND
BENEFIT FUND

28,000,000

28,100,000

28,000,000

28,100,000

| <u>BALANCE SHEET</u> | | | |
|--------------------------|--------------|------------|------|
| AS OF | | | |
| <u>DECEMBER 31, 1962</u> | | | |
| | | | |
| 1962 | 28,000,000 | 28,000,000 | 1962 |
| 1961 | 28,100,000 | 28,100,000 | 1961 |
| 1960 | 28,200,000 | 28,200,000 | 1960 |
| 1959 | 28,300,000 | 28,300,000 | 1959 |
| 1958 | 28,400,000 | 28,400,000 | 1958 |
| 1957 | 28,500,000 | 28,500,000 | 1957 |
| 1956 | 28,600,000 | 28,600,000 | 1956 |
| 1955 | 28,700,000 | 28,700,000 | 1955 |
| 1954 | 28,800,000 | 28,800,000 | 1954 |
| 1953 | 28,900,000 | 28,900,000 | 1953 |
| 1952 | 29,000,000 | 29,000,000 | 1952 |
| 1951 | 29,100,000 | 29,100,000 | 1951 |
| 1950 | 29,200,000 | 29,200,000 | 1950 |
| 1949 | 29,300,000 | 29,300,000 | 1949 |
| 1948 | 29,400,000 | 29,400,000 | 1948 |
| 1947 | 29,500,000 | 29,500,000 | 1947 |
| 1946 | 29,600,000 | 29,600,000 | 1946 |
| 1945 | 29,700,000 | 29,700,000 | 1945 |
| 1944 | 29,800,000 | 29,800,000 | 1944 |
| 1943 | 29,900,000 | 29,900,000 | 1943 |
| 1942 | 30,000,000 | 30,000,000 | 1942 |
| 1941 | 30,100,000 | 30,100,000 | 1941 |
| 1940 | 30,200,000 | 30,200,000 | 1940 |
| 1939 | 30,300,000 | 30,300,000 | 1939 |
| 1938 | 30,400,000 | 30,400,000 | 1938 |
| 1937 | 30,500,000 | 30,500,000 | 1937 |
| 1936 | 30,600,000 | 30,600,000 | 1936 |
| 1935 | 30,700,000 | 30,700,000 | 1935 |
| 1934 | 30,800,000 | 30,800,000 | 1934 |
| 1933 | 30,900,000 | 30,900,000 | 1933 |
| 1932 | 31,000,000 | 31,000,000 | 1932 |
| 1931 | 31,100,000 | 31,100,000 | 1931 |
| 1930 | 31,200,000 | 31,200,000 | 1930 |
| 1929 | 31,300,000 | 31,300,000 | 1929 |
| 1928 | 31,400,000 | 31,400,000 | 1928 |
| 1927 | 31,500,000 | 31,500,000 | 1927 |
| 1926 | 31,600,000 | 31,600,000 | 1926 |
| 1925 | 31,700,000 | 31,700,000 | 1925 |
| 1924 | 31,800,000 | 31,800,000 | 1924 |
| 1923 | 31,900,000 | 31,900,000 | 1923 |
| 1922 | 32,000,000 | 32,000,000 | 1922 |
| 1921 | 32,100,000 | 32,100,000 | 1921 |
| 1920 | 32,200,000 | 32,200,000 | 1920 |
| 1919 | 32,300,000 | 32,300,000 | 1919 |
| 1918 | 32,400,000 | 32,400,000 | 1918 |
| 1917 | 32,500,000 | 32,500,000 | 1917 |
| 1916 | 32,600,000 | 32,600,000 | 1916 |
| 1915 | 32,700,000 | 32,700,000 | 1915 |
| 1914 | 32,800,000 | 32,800,000 | 1914 |
| 1913 | 32,900,000 | 32,900,000 | 1913 |
| 1912 | 33,000,000 | 33,000,000 | 1912 |
| 1911 | 33,100,000 | 33,100,000 | 1911 |
| 1910 | 33,200,000 | 33,200,000 | 1910 |
| 1909 | 33,300,000 | 33,300,000 | 1909 |
| 1908 | 33,400,000 | 33,400,000 | 1908 |
| 1907 | 33,500,000 | 33,500,000 | 1907 |
| 1906 | 33,600,000 | 33,600,000 | 1906 |
| 1905 | 33,700,000 | 33,700,000 | 1905 |
| 1904 | 33,800,000 | 33,800,000 | 1904 |
| 1903 | 33,900,000 | 33,900,000 | 1903 |
| 1902 | 34,000,000 | 34,000,000 | 1902 |
| 1901 | 34,100,000 | 34,100,000 | 1901 |
| 1900 | 34,200,000 | 34,200,000 | 1900 |
| 1899 | 34,300,000 | 34,300,000 | 1899 |
| 1898 | 34,400,000 | 34,400,000 | 1898 |
| 1897 | 34,500,000 | 34,500,000 | 1897 |
| 1896 | 34,600,000 | 34,600,000 | 1896 |
| 1895 | 34,700,000 | 34,700,000 | 1895 |
| 1894 | 34,800,000 | 34,800,000 | 1894 |
| 1893 | 34,900,000 | 34,900,000 | 1893 |
| 1892 | 35,000,000 | 35,000,000 | 1892 |
| 1891 | 35,100,000 | 35,100,000 | 1891 |
| 1890 | 35,200,000 | 35,200,000 | 1890 |
| 1889 | 35,300,000 | 35,300,000 | 1889 |
| 1888 | 35,400,000 | 35,400,000 | 1888 |
| 1887 | 35,500,000 | 35,500,000 | 1887 |
| 1886 | 35,600,000 | 35,600,000 | 1886 |
| 1885 | 35,700,000 | 35,700,000 | 1885 |
| 1884 | 35,800,000 | 35,800,000 | 1884 |
| 1883 | 35,900,000 | 35,900,000 | 1883 |
| 1882 | 36,000,000 | 36,000,000 | 1882 |
| 1881 | 36,100,000 | 36,100,000 | 1881 |
| 1880 | 36,200,000 | 36,200,000 | 1880 |
| 1879 | 36,300,000 | 36,300,000 | 1879 |
| 1878 | 36,400,000 | 36,400,000 | 1878 |
| 1877 | 36,500,000 | 36,500,000 | 1877 |
| 1876 | 36,600,000 | 36,600,000 | 1876 |
| 1875 | 36,700,000 | 36,700,000 | 1875 |
| 1874 | 36,800,000 | 36,800,000 | 1874 |
| 1873 | 36,900,000 | 36,900,000 | 1873 |
| 1872 | 37,000,000 | 37,000,000 | 1872 |
| 1871 | 37,100,000 | 37,100,000 | 1871 |
| 1870 | 37,200,000 | 37,200,000 | 1870 |
| 1869 | 37,300,000 | 37,300,000 | 1869 |
| 1868 | 37,400,000 | 37,400,000 | 1868 |
| 1867 | 37,500,000 | 37,500,000 | 1867 |
| 1866 | 37,600,000 | 37,600,000 | 1866 |
| 1865 | 37,700,000 | 37,700,000 | 1865 |
| 1864 | 37,800,000 | 37,800,000 | 1864 |
| 1863 | 37,900,000 | 37,900,000 | 1863 |
| 1862 | 38,000,000 | 38,000,000 | 1862 |
| 1861 | 38,100,000 | 38,100,000 | 1861 |
| 1860 | 38,200,000 | 38,200,000 | 1860 |
| 1859 | 38,300,000 | 38,300,000 | 1859 |
| 1858 | 38,400,000 | 38,400,000 | 1858 |
| 1857 | 38,500,000 | 38,500,000 | 1857 |
| 1856 | 38,600,000 | 38,600,000 | 1856 |
| 1855 | 38,700,000 | 38,700,000 | 1855 |
| 1854 | 38,800,000 | 38,800,000 | 1854 |
| 1853 | 38,900,000 | 38,900,000 | 1853 |
| 1852 | 39,000,000 | 39,000,000 | 1852 |
| 1851 | 39,100,000 | 39,100,000 | 1851 |
| 1850 | 39,200,000 | 39,200,000 | 1850 |
| 1849 | 39,300,000 | 39,300,000 | 1849 |
| 1848 | 39,400,000 | 39,400,000 | 1848 |
| 1847 | 39,500,000 | 39,500,000 | 1847 |
| 1846 | 39,600,000 | 39,600,000 | 1846 |
| 1845 | 39,700,000 | 39,700,000 | 1845 |
| 1844 | 39,800,000 | 39,800,000 | 1844 |
| 1843 | 39,900,000 | 39,900,000 | 1843 |
| 1842 | 40,000,000 | 40,000,000 | 1842 |
| 1841 | 40,100,000 | 40,100,000 | 1841 |
| 1840 | 40,200,000 | 40,200,000 | 1840 |
| 1839 | 40,300,000 | 40,300,000 | 1839 |
| 1838 | 40,400,000 | 40,400,000 | 1838 |
| 1837 | 40,500,000 | 40,500,000 | 1837 |
| 1836 | 40,600,000 | 40,600,000 | 1836 |
| 1835 | 40,700,000 | 40,700,000 | 1835 |
| 1834 | 40,800,000 | 40,800,000 | 1834 |
| 1833 | 40,900,000 | 40,900,000 | 1833 |
| 1832 | 41,000,000 | 41,000,000 | 1832 |
| 1831 | 41,100,000 | 41,100,000 | 1831 |
| 1830 | 41,200,000 | 41,200,000 | 1830 |
| 1829 | 41,300,000 | 41,300,000 | 1829 |
| 1828 | 41,400,000 | 41,400,000 | 1828 |
| 1827 | 41,500,000 | 41,500,000 | 1827 |
| 1826 | 41,600,000 | 41,600,000 | 1826 |
| 1825 | 41,700,000 | 41,700,000 | 1825 |
| 1824 | 41,800,000 | 41,800,000 | 1824 |
| 1823 | 41,900,000 | 41,900,000 | 1823 |
| 1822 | 42,000,000 | 42,000,000 | 1822 |
| 1821 | 42,100,000 | 42,100,000 | 1821 |
| 1820 | 42,200,000 | 42,200,000 | 1820 |
| 1819 | 42,300,000 | 42,300,000 | 1819 |
| 1818 | 42,400,000 | 42,400,000 | 1818 |
| 1817 | 42,500,000 | 42,500,000 | 1817 |
| 1816 | 42,600,000 | 42,600,000 | 1816 |
| 1815 | 42,700,000 | 42,700,000 | 1815 |
| 1814 | 42,800,000 | 42,800,000 | 1814 |
| 1813 | 42,900,000 | 42,900,000 | 1813 |
| 1812 | 43,000,000 | 43,000,000 | 1812 |
| 1811 | 43,100,000 | 43,100,000 | 1811 |
| 1810 | 43,200,000 | 43,200,000 | 1810 |
| 1809 | 43,300,000 | 43,300,000 | 1809 |
| 1808 | 43,400,000 | 43,400,000 | 1808 |
| 1807 | 43,500,000 | 43,500,000 | 1807 |
| 1806 | 43,600,000 | 43,600,000 | 1806 |
| 1805 | 43,700,000 | 43,700,000 | 1805 |
| 1804 | 43,800,000 | 43,800,000 | 1804 |
| 1803 | 43,900,000 | 43,900,000 | 1803 |
| 1802 | 44,000,000 | 44,000,000 | 1802 |
| 1801 | 44,100,000 | 44,100,000 | 1801 |
| 1800 | 44,200,000 | 44,200,000 | 1800 |
| 1799 | 44,300,000 | 44,300,000 | 1799 |
| 1798 | 44,400,000 | 44,400,000 | 1798 |
| 1797 | 44,500,000 | 44,500,000 | 1797 |
| 1796 | 44,600,000 | 44,600,000 | 1796 |
| 1795 | 44,700,000 | 44,700,000 | 1795 |
| 1794 | 44,800,000 | 44,800,000 | 1794 |
| 1793 | 44,900,000 | 44,900,000 | 1793 |
| 1792 | 45,000,000 | 45,000,000 | 1792 |
| 1791 | 45,100,000 | 45,100,000 | 1791 |
| 1790 | 45,200,000 | 45,200,000 | 1790 |
| 1789 | 45,300,000 | 45,300,000 | 1789 |
| 1788 | 45,400,000 | 45,400,000 | 1788 |
| 1787 | 45,500,000 | 45,500,000 | 1787 |
| 1786 | 45,600,000 | 45,600,000 | 1786 |
| 1785 | 45,700,000 | 45,700,000 | 1785 |
| 1784 | 45,800,000 | 45,800,000 | 1784 |
| 1783 | 45,900,000 | 45,900,000 | 1783 |
| 1782 | 46,000,000 | 46,000,000 | 1782 |
| 1781 | 46,100,000 | 46,100,000 | 1781 |
| 1780 | 46,200,000 | 46,200,000 | 1780 |
| 1779 | 46,300,000 | 46,300,000 | 1779 |
| 1778 | 46,400,000 | 46,400,000 | 1778 |
| 1777 | 46,500,000 | 46,500,000 | 1777 |
| 1776 | 46,600,000 | 46,600,000 | 1776 |
| 1775 | 46,700,000 | 46,700,000 | 1775 |
| 1774 | 46,800,000 | 46,800,000 | 1774 |
| 1773 | 46,900,000 | 46,900,000 | 1773 |
| 1772 | 47,000,000 | 47,000,000 | 1772 |
| 1771 | 47,100,000 | 47,100,000 | 1771 |
| 1770 | 47,200,000 | 47,200,000 | 1770 |
| 1769 | 47,300,000 | 47,300,000 | 1769 |
| 1768 | 47,400,000 | 47,400,000 | 1768 |
| 1767 | 47,500,000 | 47,500,000 | 1767 |
| 1766 | 47,600,000 | 47,600,000 | 1766 |
| 1765 | 47,700,000 | 47,700,000 | 1765 |
| 1764 | 47,800,000 | 47,800,000 | 1764 |
| 1763 | 47,900,000 | 47,900,000 | 1763 |
| 1762 | 48,000,000 | 48,000,000 | 1762 |
| 1761 | 48,100,000 | 48,100,000 | 1761 |
| 1760 | 48,200,000</ | | |

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

ASSETS

AS OF DECEMBER 31, 1962

| | | | |
|---------------------------------|----|-------------------|---------------|
| CASH ON DEPOSIT | | \$ | 320,308.50 |
| ACCOUNTS RECEIVABLE: | | | |
| Salary Deductions Accrued | \$ | 301,494.25 | |
| Miscellaneous from Employees | | <u>32,472.70</u> | |
| Total Accounts Receivable | | | 333,966.95 |
| INTEREST RECEIVABLE: | | | |
| Accrued Interest on Bonds | | | 414,164.59 |
| INVESTMENTS: | | | |
| Bonds -- Par Value | \$ | 52,764,000.00 | |
| Bonds -- Premiums and Discounts | | <u>423,538.12</u> | |
| Total Investments | | | 52,340,461.88 |
| TAXES RECEIVABLE -- CITY: | | | |

| Year of Levy | Uncollected Taxes | Reserve for Loss and Cost of Collection | Net Taxes Receivable |
|--------------|-----------------------|---|----------------------|
| 1953 | \$ 190,733.98 | \$ 190,055.91 | \$ 678.07 |
| 1954 | 166,599.80 | 166,229.12 | 370.68 |
| 1955 | 213,945.78 | 212,452.85 | 1,492.93 |
| 1956 | 201,059.03 | 198,095.41 | 2,963.62 |
| 1957 | 202,360.20 | 195,223.94 | 7,136.26 |
| 1958 | 201,878.28 | 193,786.73 | 8,091.55 |
| 1959 | 194,236.26 | 185,152.32 | 9,083.94 |
| 1960 | 388,268.54 | 277,592.22 | 110,676.32 |
| 1961 | 443,549.67 | 297,118.77 | 146,430.90 |
| 1962 | <u>3,725,935.70</u> | <u>298,074.86</u> | <u>3,427,860.84</u> |
| Totals | <u>\$5,928,567.24</u> | <u>\$2,213,782.13</u> | 3,714,785.11 |

TAXES RECEIVABLE -- PARK:

| | | | |
|--------|---------------------|--------------------|------------------|
| 1959 | \$ 2,772.54 | \$ 2,625.00 | \$ 147.54 |
| 1960 | 3,112.25 | 2,400.00 | 712.25 |
| 1961 | 2,659.53 | 2,080.00 | 579.53 |
| 1962 | <u>24,000.00</u> | <u>1,920.00</u> | <u>22,080.00</u> |
| Totals | <u>\$ 32,544.32</u> | <u>\$ 9,025.00</u> | <u>23,519.32</u> |

GROSS LEDGER ASSETS

\$57,147,206.35

LESS: ACCOUNTS PAYABLE:

| | | | |
|---|----|-----------------|-------------------|
| Miscellaneous to Employees | \$ | 345,949.67 | |
| Military Service Deductions -- Excess Refunds | | <u>1,557.71</u> | |
| Total | | | <u>347,507.38</u> |

NET LEDGER ASSETS DECEMBER 31, 1962

\$56,799,698.97

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

LIABILITIES AND FUND BALANCES

AS OF DECEMBER 31, 1962

FOR SERVICE AFTER JULY 1, 1935:

LIABILITY RESERVES:

ANNUITY PAYMENT FUND ACCOUNT:

| | | |
|----------------------------|---------------------|-----------------|
| Employee Annuitants | \$ 4,324,732.46 | |
| Employee Annuities Fixed | 2,822,451.12 | |
| Widow Annuitants | 2,082,059.48 | |
| Wives' Annuities Fixed | <u>1,197,714.11</u> | |
| Total Annuity Payment Fund | | \$10,426,957.17 |

SALARY DEDUCTION FUND ACCOUNT:

| | | |
|-----------------------------|---------------------|---------------|
| Employees | \$17,844,708.67 | |
| Wives of Employees | <u>2,702,603.42</u> | |
| Total Salary Deduction Fund | | 20,547,312.09 |

CITY CONTRIBUTIONS FUND ACCOUNT:

| | | |
|-------------------------------|-----------------|---------------|
| Employees | \$19,015,414.87 | |
| Wives of Employees | 5,379,849.99 | |
| Supplemental Annuities | <u>8,753.57</u> | |
| Total City Contributions Fund | | 24,404,018.43 |

SURPLUS RESERVES:

| | | |
|---------------------------------------|-----------------|---------------------|
| Annuity Payment Fund Account | \$ 1,564,043.58 | |
| Child's Annuity Fund Account | 0 | |
| Duty Disability Fund Account | 0 | |
| Expense of Administration Account | 0 | |
| Investments and Interest Fund Account | 0 | |
| Ordinary Disability Fund Account | <u>0</u> | |
| Total Surplus Reserves | | <u>1,564,043.58</u> |

TOTAL LIABILITY AND SURPLUS RESERVES

| | | |
|--------------------------------|--|-----------------|
| FOR SERVICE AFTER JULY 1, 1935 | | \$56,942,331.27 |
|--------------------------------|--|-----------------|

FOR SERVICE PRIOR TO JULY 1, 1935:

PRIOR SERVICE FUND ACCOUNT:

| | | |
|-----------------------------|-------------------|--|
| Estimated Excess Minimum | | |
| Annuity Provision | \$ 7,933,384.00 | |
| Employee Annuitants | 4,716,742.18 | |
| Employee Annuities Fixed | 465,502.68 | |
| Widow Annuitants | 732,106.46 | |
| Wives' Annuities Fixed | 415,651.96 | |
| Contributions for Employees | 422,955.92 | |
| Contributions for Wives | <u>165,949.78</u> | |
| Total Prior Service Fund | \$14,852,292.98 | |

DEDUCT: Obligations of Fund for Prior
Service Fund Liabilities

| | |
|----------------------|-------------------|
| <u>14,996,925.28</u> | <u>142,632.30</u> |
|----------------------|-------------------|

TOTAL NET LIABILITIES AND FUND BALANCES DECEMBER 31, 1962

\$56,799,698.97

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

| | | | |
|------------|--------------|------------|--|
| 30,000,000 | SALES TAX | 10,000,000 | EMPLOYEES' SALARY |
| 10,000,000 | PROPERTY TAX | 5,000,000 | WIVES OF EMPLOYEES |
| 5,000,000 | INCOME TAX | 2,500,000 | TOTAL SALARY BENEFITS |
| 2,500,000 | SALES TAX | 1,250,000 | PAYMENTS BY EMPLOYERS FOR TEMPORARY SERVICE AND OTHER BENEFITS |
| 1,250,000 | PROPERTY TAX | 625,000 | CITY CONTRIBUTIONS (10,000,000) |
| 625,000 | INCOME TAX | 312,500 | PARK CONTRIBUTIONS (5,000,000) |
| 312,500 | SALES TAX | 156,250 | EMPLOYER CONTRIBUTIONS |
| 156,250 | PROPERTY TAX | 78,125 | WIFE ANNUITIES |
| 78,125 | INCOME TAX | 39,062 | CHILD ANNUITIES |
| 39,062 | SALES TAX | 19,531 | DUTY BENEFITS |
| 19,531 | PROPERTY TAX | 9,766 | ORDINARY BENEFITS |
| 9,766 | INCOME TAX | 4,883 | EXPENSES OF ADMINISTRATION |
| 4,883 | SALES TAX | 2,441 | INTEREST ON BONDS |
| 2,441 | PROPERTY TAX | 1,221 | DEBITING TO THE FUND |
| 1,221 | INCOME TAX | 610 | TOTAL CONTRIBUTIONS |
| 610 | SALES TAX | 305 | INCOME ON INVESTMENTS |
| 305 | PROPERTY TAX | 152 | BOND PREMIUMS |
| 152 | INCOME TAX | 76 | TOTAL INCOME |
| 76 | SALES TAX | 38 | TOTAL EXPENDITURES |
| 38 | PROPERTY TAX | 19 | EXCESS INCOME OVER EXPENDITURES |
| 19 | INCOME TAX | 9 | ADD: INCREASE IN FUND BALANCE |
| 9 | SALES TAX | 4 | NET FUND BALANCE |

INCOME

YEAR 1962

INCOME

AND

EXPENDITURES

01/10/62

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

INCOME

YEAR 1962

SALARY DEDUCTIONS:

| | | |
|-------------------------|-------------------|----------------|
| Employees | \$2,380,746.70 | |
| Wives of Employees | <u>320,736.84</u> | |
| Total Salary Deductions | | \$2,701,483.54 |

PAYMENTS BY EMPLOYEES FOR TEMPORARY SERVICE AND REFUND REPAYMENTS

75,617.52

CITY CONTRIBUTIONS (\$3,427,860.84)

PARK CONTRIBUTIONS (\$22,080.00):

| | | |
|------------------------------------|------------------|--------------|
| Employee Annuities | \$2,304,364.37 | |
| Wife Annuities | 670,426.80 | |
| Child Annuities | 16,001.94 | |
| Duty Disability | 123,560.56 | |
| Ordinary Disability | 238,023.10 | |
| Expense of Administration | 119,307.34 | |
| Interest on Income | 42,171.02 | |
| Deficiency in Current Requirements | <u>63,914.29</u> | |
| Total Contributions | | 3,449,940.84 |

INCOME ON INVESTMENTS:

| | | |
|---------------|---------------------|--|
| Bond Interest | <u>1,873,256.77</u> | |
|---------------|---------------------|--|

TOTAL INCOME YEAR 1962

\$8,100,298.67

TOTAL EXPENDITURES YEAR 1962

2,665,665.48

EXCESS INCOME OVER EXPENDITURES

\$5,434,633.19

ADD: INCREASE IN TAXES RECEIVABLE FOR PRIOR YEARS

16,983.90

NET EXCESS INCOME OVER EXPENDITURES YEAR 1962

\$5,481,617.09

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

EXPENDITURESYEAR 1962

BENEFITS PAID:

| | | |
|--------------------------------|-------------------|----------------|
| Annuities — Employees | \$1,426,285.48 | |
| Annuities — Widows | 349,682.81 | |
| Compensation Widows' Annuities | 3,572.40 | |
| Child's Annuities | 16,001.94 | |
| Duty Disability Benefits | 120,453.23 | |
| Ordinary Disability Benefits | <u>238,311.28</u> | |
| Total Benefits Paid | | \$2,154,307.14 |

EXPENSE OF ADMINISTRATION:

| | | |
|---------------------------------|-----------------|------------|
| Salaries | \$ 55,659.36 | |
| Legal Services | 3,600.00 | |
| Audit | 3,500.00 | |
| Medical Examinations | 1,105.00 | |
| Medical Services | 3,900.00 | |
| Actuarial Department | 37,663.76 | |
| Printing | 2,209.19 | |
| Postage | 1,200.00 | |
| Telephone | 375.76 | |
| Rent | 6,652.26 | |
| Premiums on Surety Bonds | 347.30 | |
| Office Supplies | 2,066.61 | |
| Office Equipment and Repairs | <u>1,028.10</u> | |
| Total Expense of Administration | | 119,307.34 |

REFUNDS

392,051.00

TOTAL EXPENDITURES YEAR 1962

\$2,665,665.48

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

SURPLUS BALANCE BEGINNING YEAR 1962
 Annuity Reserve Fund
 Expense Fund
 Investment and Interest Fund
 Ordinance Liability Fund
 Prior Service Annuity Fund
 Total

GAIN AND LOSS

YEAR 1962

SURPLUS BALANCE ENDING YEAR 1962
 Annuity Reserve Fund
 Expense Fund
 Investment and Interest Fund
 Ordinance Liability Fund
 Prior Service Annuity Fund
 Total

GAINS

AND

LOSSES

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

GAIN AND LOSS

YEAR 1962

SURPLUS BALANCES DECEMBER 31, 1962:

| | | |
|------------------------------|----------------------|-----------------|
| Annuity Payment Fund | \$ 1,564,043.58 | |
| Expense Fund | 0 | |
| Investment and Interest Fund | 0 | |
| Ordinary Disability Fund | 0 | |
| Prior Service Annuity Fund | <u>14,994,925.28</u> | |
| Total | | \$13,430,881.70 |

SURPLUS BALANCES JANUARY 1, 1962:

| | | |
|------------------------------|----------------------|-----------------|
| Annuity Payment Fund | \$ 1,445,102.39 | |
| Expense Fund | 0 | |
| Investment and Interest Fund | 0 | |
| Ordinary Disability Fund | 0 | |
| Prior Service Annuity Fund | <u>14,763,863.24</u> | |
| Total | | \$13,318,761.45 |

NET LOSS YEAR 1962 CURRENT OPERATIONS

\$ 112,120.25

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

ESTIMATED ANALYSIS OF GAIN AND LOSS

YEAR 1962

| | <u>P.S.A.F.</u> | <u>A.P.F.</u> | |
|--|---------------------|---------------------|----------------------|
| GAIN BECAUSE OF ANNUITY AND BENEFIT PURPOSES: | | | |
| Mortality Employee Annuitants | \$270,802.42 | \$144,451.11 | |
| Mortality Employees' Annuities Fixed | 111,986.99 | 110,154.96 | |
| Mortality Widow Annuitants | 1,407.08 | 9,392.26 | |
| Mortality Wives' Annuities Fixed | 648.46 | 113,252.03 | |
| Excess Contributions on Refunds --- Age and Service | 290,812.10 | | |
| Excess Contributions when Annuities Are Fixed | 46,257.88 | 784,577.44 | |
| Refunds After Fixed | | 110,983.32 | |
| Salary Deductions -- After Fixed | | 184,360.67 | |
| Total Gain Because of Safeguards | <u>\$720,618.01</u> | <u>\$719,798.87</u> | \$1,440,416.88 |
| INTEREST ON BALANCE OF JANUARY 1, 1962: | | | |
| Annuity Payment Fund Account | | \$ 57,804.10 | |
| Gain in Investment and Interest Fund Account | | <u>147,458.89</u> | |
| Total Gain Because of Surplus Reserve Purposes | | | 205,262.99 |
| TAX REQUIREMENT PURPOSES: | | | |
| Interest on Deferred Obligations | | \$675,455.73 | |
| City Current Contribution Deficiency | | <u>63,914.29</u> | |
| Total Tax Requirement Purposes | | | <u>739,370.02</u> |
| NET GAIN FOR YEAR 1962 BEFORE SETTING UP PRESENT VALUE OF EXCESS LIABILITY MINIMUM ANNUITY TO NEW MEMBERS | | | |
| | | | \$ 906,309.85 |
| DEDUCT: Increase in Present Value Excess Minimum Annuity | | | 1,065,414.00 |
| ADD: Increase in Taxes Receivable Prior Years | | | <u>46,983.90</u> |
| TOTAL NET LOSS YEAR 1962 | | | <u>\$ 112,120.25</u> |

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

COMPARATIVE ANALYSIS

| | <u>ASSETS</u> | | Increase or Decrease |
|--|---------------------|----------------------|----------------------------|
| | <u>Jan. 1, 1962</u> | <u>Dec. 31, 1962</u> | |
| CASH ON DEPOSIT | \$ 943,394.41 | \$ 320,308.50 | \$ 623,085.91 |
| ACCOUNTS RECEIVABLE: | | | |
| Salary Deductions Accrued | \$ 191,400.16 | \$ 301,494.25 | \$ 110,094.09 |
| Miscellaneous from Employees | 32,406.63 | 32,472.70 | 66.07 |
| Total Accounts Receivable | \$ 223,806.79 | \$ 333,966.95 | \$ 110,160.16 |
| INTEREST RECEIVABLE: | | | |
| Accrued Interest on Bonds | \$ 323,344.97 | \$ 414,164.59 | \$ 90,819.62 |
| Accrued Interest on Tax | | | |
| Anticipation Warrants | 0 | 0 | 0 |
| Due Bond Interest Receivable | 0 | 0 | 0 |
| Total Interest Receivable | \$ 323,344.97 | \$ 414,164.59 | \$ 90,819.62 |
| INVESTMENTS: | | | |
| Bonds -- Par Value | \$47,087,000.00 | \$52,764,000.00 | \$ 5,677,000.00 |
| Bonds -- Premiums and Discounts | (566,874.92) | 423,538.12 | 143,336.80 |
| Total Investments | \$46,520,125.08 | \$52,340,461.88 | \$ 5,820,336.80 |
| TAXES RECEIVABLE: (After Deductions for Loss and Cost of Collection): | | | |
| Park District | \$ 25,420.69 | \$ 23,519.32 | \$ 1,901.37 |
| City: Year 1950 | \$ 0 | \$ 0 | \$ 0 |
| 1951 | 0 | 0 | 0 |
| 1952 | 685.92 | 0 | 685.92 |
| 1953 | 1,332.31 | 678.07 | 654.24 |
| 1954 | 832.05 | 370.68 | 461.37 |
| 1955 | 4,303.16 | 1,492.93 | 2,810.23 |
| 1956 | 4,699.24 | 2,963.62 | 1,735.62 |
| 1957 | 7,836.32 | 7,136.26 | 700.06 |
| 1958 | 13,960.79 | 8,091.55 | 5,869.24 |
| 1959 | 13,396.19 | 9,083.94 | 4,312.25 |
| 1960 | 171,557.19 | 110,676.32 | 60,880.87 |
| 1961 | 3,416,865.86 | 146,430.90 | 3,270,434.96 |
| 1962 | 0 | 3,427,860.84 | 3,427,860.84 |
| Total Taxes Receivable | \$ 3,635,469.03 | \$ 3,714,785.11 | \$ 79,316.08 |
| GROSS LEDGER ASSETS | \$51,671,560.97 | \$57,147,206.35 | \$ 5,475,645.38 |
| LESS: ACCOUNTS PAYABLE: | | | |
| Miscellaneous to Employees | \$ 351,921.38 | \$ 345,949.67 | \$ 5,971.71 |
| Military Service Deductions | | | |
| Excess from Refunds | 1,557.71 | 1,557.71 | 0 |
| Total Accounts Payable | \$ 353,479.09 | \$ 347,507.38 | \$ 5,971.71 |
| NET LEDGER ASSETS | \$51,318,081.88 | \$56,799,698.97 | \$ 5,481,617.09 |

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

COMPARATIVE ANALYSIS
LIABILITIES AND FUND BALANCES

| | <u>Jan. 1, 1962</u> | <u>Dec. 31, 1962</u> | <u>Increase or Decrease</u> |
|---|------------------------|------------------------|-------------------------------------|
| FOR SERVICES AFTER JULY 1, 1935: | | | |
| LIABILITY RESERVES: | | | |
| ANNUITY PAYMENT FUND ACCOUNT: | | | |
| Employee Annuitants | \$ 3,699,431.31 | \$ 4,324,732.46 | \$ 625,301.15 |
| Employees' Annuities Fixed | 2,896,936.56 | 2,822,451.12 | 74,485.44 |
| Widow Annuitants | 1,890,481.39 | 2,082,059.48 | 191,578.09 |
| Wives' Annuities Fixed | 1,147,166.64 | 1,197,714.11 | 50,547.47 |
| Total Annuity Payment Fund | <u>\$ 9,634,015.90</u> | <u>\$10,426,957.17</u> | <u>\$ 792,941.27</u> |
| SALARY DEDUCTION FUND ACCOUNT: | | | |
| Employees | \$15,948,589.67 | \$17,844,708.67 | \$1,896,119.00 |
| Wives of Employees | 2,418,646.33 | 2,702,603.42 | 283,957.09 |
| Total Salary Deduction Fund | <u>\$18,367,236.00</u> | <u>\$20,547,312.09</u> | <u>\$2,180,076.09</u> |
| CITY CONTRIBUTION FUND ACCOUNT: | | | |
| Employees | \$17,184,481.27 | \$19,015,414.87 | \$1,830,933.60 |
| Wives of Employees | 4,809,602.30 | 5,379,849.99 | 570,247.69 |
| Supplemental Annuities | 17,369.01 | 8,753.57 | 8,615.44 |
| Total City Contribution Fund | <u>\$22,011,452.58</u> | <u>\$24,404,018.43</u> | <u>\$2,392,565.85</u> |
| SURPLUS RESERVES: | | | |
| Annuity Payment Fund Account | \$ 1,445,102.39 | \$ 1,564,043.58 | \$ 118,941.19 |
| Child's Annuity Fund Account | 0 | 0 | 0 |
| Duty Disability Fund Account | 0 | 0 | 0 |
| Investment and Interest Account | 0 | 0 | 0 |
| Expense of Administration Account | 0 | 0 | 0 |
| Ordinary Disability Fund Account | 0 | 0 | 0 |
| Total Surplus Reserves | <u>\$ 1,445,102.39</u> | <u>\$ 1,564,043.58</u> | <u>\$ 118,941.19</u> |
| TOTAL LIABILITY AND SURPLUS RESERVE FOR SERVICE AFTER JULY 1, 1935 | <u>\$51,457,806.87</u> | <u>\$56,942,331.27</u> | <u>\$5,484,524.40</u> |
| FOR SERVICE PRIOR TO JULY 1, 1935: | | | |
| PRIOR SERVICE FUND ACCOUNT: | | | |
| Estimated Excess Minimum Annuity Provision | \$ 7,706,412.74 | \$ 7,933,384.00 | \$ 226,971.26 |
| Employee Annuitants | 4,536,345.65 | 4,716,742.18 | 180,396.53 |
| Employees' Annuities Fixed | 459,863.76 | 465,502.68 | 5,638.92 |
| Widow Annuitants | 725,686.58 | 732,106.46 | 6,419.88 |
| Wives' Annuities Fixed | 449,236.02 | 415,651.96 | 33,584.06 |
| Contributions for Employees | 544,696.69 | 422,955.92 | 121,740.77 |
| Contributions for Wives | 201,897.41 | 165,949.78 | 35,947.63 |
| Total Prior Service Fund | <u>\$14,624,138.85</u> | <u>\$14,852,292.98</u> | <u>\$ 228,154.13</u> |
| DEDUCT: (PER CONTRA): | | | |
| Obligations of City for Prior Service Credits | <u>\$14,763,863.84</u> | <u>\$14,994,925.28</u> | <u>\$ 231,061.44</u> |
| NET LIABILITIES FOR SERVICE PRIOR TO JULY 1, 1935 | <u>\$ 139,724.99</u> | <u>\$ 142,632.30</u> | <u>\$ 2,907.31</u> |
| TOTAL NET LIABILITIES AND FUND BALANCES | <u>\$51,318,081.88</u> | <u>\$56,799,698.97</u> | <u>\$5,481,617.09</u> |

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

CASH RECONCILIATION

RECEIPTS AND DISBURSEMENTS

BALANCE JANUARY 1, 1962 -- PER BOOKS \$943,394.41

RECEIPTS:

| | |
|--|---------------------|
| Salary Deductions | \$2,596,952.48 |
| Interest on Bonds | 1,696,945.93 |
| Installments on Taxes Receivable -- City | 3,395,528.66 |
| Installments on Taxes Receivable -- Park | 23,981.37 |
| Treasurer's Receipts | 77,667.87 |
| Cancelled Checks | 24,834.16 |
| Bonds Matured | <u>1,379,952.15</u> |

Total Receipts \$9,195,862.62

DISBURSEMENTS:

| | |
|---------------------------------------|------------------|
| Annuities -- Employees | \$1,440,531.53 |
| Annuities -- Widows | 359,481.57 |
| Annuities -- Children | 16,801.94 |
| Ordinary Disability Benefits | 206,845.35 |
| Duty Disability Benefits | 103,556.03 |
| Refunds | 457,627.04 |
| Operating Expenses | 119,307.34 |
| Securities Purchased -- Par Value | 7,057,000.00 |
| Premium Bonds Purchased and Exchanged | 21,251.97 |
| Accrued Interest Purchased | <u>36,545.76</u> |

Total Disbursements 9,818,948.53

EXCESS DISBURSEMENTS OVER RECEIPTS 623,085.91

BALANCE DECEMBER 31, 1962 -- PER BOOKS \$320,308.50

OUTSTANDING CHECKS DECEMBER 31, 1962 155,576.28

BALANCE DECEMBER 31, 1962 -- PER TREASURER \$475,884.78

LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND

TAXES RECEIVABLE

DECEMBER 31, 1962

| <u>Year</u> | <u>Uncollected Taxes 12/31/62</u> | <u>Estimate For Loss And Cost Of Collection 12/31/62</u> | <u>Additional Estimate Set Up 12/31/62</u> | <u>Total Estimate For Loss And Cost Of Collection 12/31/62</u> | <u>Net Accounts Receivable Taxes 12/31/62</u> |
|---|-----------------------------------|--|--|--|---|
| Taxes Receivable -- City: | | | | | |
| 1953 | \$ 190,733.98 | \$ 190,917.20 | \$ 861.29 | \$ 190,055.91 | \$ 678.07 |
| 1954 | 166,599.80 | 167,951.70 | 1,722.58 | 166,229.12 | 370.68 |
| 1955 | 213,945.78 | 215,323.83 | 2,870.98 | 212,452.85 | 1,492.93 |
| 1956 | 201,059.03 | 208,143.72 | 10,048.31 | 198,095.41 | 2,963.62 |
| 1957 | 202,360.20 | 200,965.80 | 5,741.86 | 195,223.94 | 7,136.26 |
| 1958 | 201,878.28 | 193,786.73 | 0 | 193,786.73 | 8,091.55 |
| 1959 | 194,236.26 | 205,724.80 | 20,572.48 | 185,152.32 | 9,083.94 |
| 1960 | 388,268.54 | 277,592.22 | 0 | 277,592.22 | 110,676.32 |
| 1961 | 443,549.67 | 297,118.77 | 0 | 297,118.77 | 146,430.90 |
| 1962 | <u>3,725,935.70</u> | <u>0</u> | <u>298,074.86</u> | <u>298,074.86</u> | <u>3,427,860.84</u> |
| Totals | <u>\$5,928,567.24</u> | <u>\$1,957,524.77</u> | <u>\$256,257.36</u> | <u>\$2,213,782.13</u> | <u>\$3,714,785.11</u> |
| Taxes Receivable -- Park District: | | | | | |
| 1959 | \$ 2,772.54 | \$ 2,625.00 | \$ 0 | \$ 2,625.00 | \$ 147.54 |
| 1960 | 3,112.25 | 2,400.00 | 0 | 2,400.00 | 712.25 |
| 1961 | 2,659.53 | 2,080.00 | 0 | 2,080.00 | 579.53 |
| 1962 | <u>24,000.00</u> | <u>0</u> | <u>1,920.00</u> | <u>1,920.00</u> | <u>22,080.00</u> |
| Totals | <u>\$ 32,544.32</u> | <u>\$ 7,105.00</u> | <u>\$ 1,920.00</u> | <u>\$ 9,025.00</u> | <u>\$ 23,519.32</u> |