

LABORERS' AND RETIREMENT BOARD
EMPLOYEES' ANNUITY AND
BENEFIT FUND

ANNUAL STATEMENT
AS OF
DECEMBER 31, 1942.

DONALD F. CAMPBELL
AND
DONALD F. CAMPBELL, JR.
CONSULTING ACTUARIES
160 NO. LA SALLE ST.
CHICAGO 1, ILL.

TELEPHONE STATE 1336

October 20, 1943.

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, 1942, appended hereto, consisting of five ex-
hibits, 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 state-
ment of the affairs and conditions of said Fund for the year 1942.

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

Respectfully submitted,


ACTUARY.

DFC*LH

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

BALANCE SHEET

AS OF

DECEMBER 31, 1942

ASSETS

AND

LIABILITIES

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

ASSETS

AS OF DECEMBER 31, 1942

CASH ON DEPOSIT:					\$	72,357.05
ACCOUNTS RECEIVABLE:						
Salary Deductions Accrued				\$	7,090.60	
Miscellaneous from Employees					<u>1,646.72</u>	
Total Accounts Receivable						8,737.32
INTEREST RECEIVABLE:						
Accrued Interest on Bonds				\$	10,047.93	
Accrued Interest on Tax						
Anticipation Warrants					<u>1,447.91</u>	
Total Interest Receivable						11,495.84
INVESTMENTS:						
Tax Anticipation Warrants				\$	220,000.00	
Bonds - Par Value					808,000.00	
Bond Premiums and Discounts					<u>19,035.48</u>	
Total Investments						1,047,035.48
TAXES RECEIVABLE:						
Year	Reserve for	Per cent	Net			
of Uncollected	Loss and Cost	of Tax	Taxes Re-			
Levy Taxes	of Collection	Extension	ceivable			
1935 \$ 25,921.61	\$ 22,437.06	17	\$ 3,484.55			
1936 34,126.85	33,267.79	17	859.06			
1937 41,271.19	35,257.59	17	6,013.60			
1938 32,459.00	31,170.88	16	1,288.12			
1939 44,074.00	34,737.03	17	9,336.97			
1940 79,188.16	67,858.14	17	11,330.02			
1941 69,078.96	60,116.21	17	8,962.75			
1942 539,859.75	91,776.16	17	448,083.59			
<u>\$865,979.52</u>	<u>\$376,620.86</u>		<u>\$489,358.66</u>			
Net Taxes Receivable						<u>489,358.66</u>
GROSS LEDGER ASSETS						\$1,628,984.35
LESS:						
ACCOUNTS PAYABLE:						
Miscellaneous to Employees						<u>7,682.43</u>
NET LEDGER ASSETS DECEMBER 31, 1942						\$1,621,301.92
DEFERRED ASSETS (Subject to Future Gains and Losses):						
Obligations of City because of Prior						
Service Credits Granted				\$	7,058,818.59	
Obligations of City because of Age						
and Service Credits Granted					<u>326,865.11</u>	
Total Deferred Assets						<u>7,385,683.70</u>
TOTAL NET LEDGER AND DEFERRED ASSETS DECEMBER 31, 1942						\$9,006,985.62
DEDUCT (Per Contra) LIABILITIES:						
Obligations of City because of Prior Ser-						
vice and Age and Service Credits Granted						<u>7,385,683.70</u>
NET LEDGER ASSETS DECEMBER 31, 1942						<u>\$1,621,301.92</u>

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

LIABILITIES AND FUND BALANCES

AS OF DECEMBER 31, 1942

FOR SERVICE AFTER JULY 1, 1935:

LIABILITY RESERVES:

ANNUITY PAYMENT FUND ACCOUNT:

Employee Annuitants	\$	97,879.89	
Employees' Annuities Fixed		46,711.21	
Widow Annuitants		98,575.04	
Wives' Annuities Fixed		42,219.75	
		<u>285,385.89</u>	\$ 285,385.89

SALARY DEDUCTION FUND ACCOUNT:

Employees	\$	717,785.61	
Wives of Employees		185,292.80	
		<u>903,078.41</u>	903,078.41

CITY CONTRIBUTION FUND ACCOUNT:

Employees	\$	1,247,731.60	
Wives of Employees		324,273.84	
Supplemental Annuities		6,039.73	
		<u>1,578,045.17</u>	1,578,045.17

SURPLUS RESERVES:

Annuity Payment Fund Account	\$	42,807.88	
Children's Annuity Payment Fund Account		0	
Duty Disability Fund Account		0	
Expense of Administration Fund Account		10,986.68	
Gift Fund Account		0	
Investment and Interest Fund Account		0	
Ordinary Disability Fund Account		10,195.39	
Total Surplus Reserves		<u>42,016.59</u>	42,016.59

TOTAL LIABILITY AND SURPLUS RESERVES

FOR SERVICE AFTER JULY 1, 1935			\$2,808,526.06
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Deduct Per Contra (Obligations of City because of Age and Service Credits Granted)

326,865.11

NET LIABILITIES AND FUND BALANCES

SERVICE AFTER JULY 1, 1935			\$2,481,660.95
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FOR SERVICE PRIOR TO JULY 1, 1935:

PRIOR SERVICE FUND ACCOUNT:

Employee Annuitants	\$	737,807.54	
Employees' Annuities Fixed		241,430.01	
Widow Annuitants		503,653.77	
Wives' Annuities Fixed		328,655.54	
Contributions for Employees		3,147,092.82	
Contributions for Wives		1,239,819.88	
Total Prior Service Fund Account		<u>\$6,198,459.56</u>	\$6,198,459.56

DEDUCT (Per Contra):

Obligations of City because of Prior Service Credits Granted

7,058,818.59

NET LIABILITIES SERVICE PRIOR TO JULY 1, 1935

860,359.03

NET LIABILITIES AND FUND BALANCES DECEMBER 31, 1942

\$1,621,301.92

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

INCOME

YEAR 1942

INCOME

AND

EXPENDITURES

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

INCOME

YEAR 1942

SALARY DEDUCTIONS:

Employees	\$106,143.13	
Wives of Employees	23,473.71	
Ordinary Disability	13,286.03	
Expense of Administration	<u>7,786.88</u>	
Total Salary Deductions		\$150,689.75

CITY CONTRIBUTIONS:

Employee's Annuity	\$164,750.99	
Wives Annuity	41,080.68	
Children's Annuity	9,692.47	
Duty Disability	18,014.13	
Ordinary Disability	13,286.03	
Expense of Administration	7,786.88	
Interest on Income	4,332.01	
Deficiency in Investment and Interest Fund	18,349.15	
Age and Service Credits Granted Prior Years	<u>170,791.25</u>	
Total City Contributions		448,083.59

Tax Extension 1942	\$539,859.75	
Less Reserve for Loss and Cost of Collection	<u>91,776.16</u>	
Net Tax Extension		<u><u>\$448,083.59</u></u>

INCOME ON INVESTMENTS:

Tax Anticipation Warrant Interest	\$ 2,392.59	
Bond Interest	<u>19,132.76</u>	
Total Income on Investments		<u>21,525.35</u>

TOTAL INCOME YEAR 1942		\$620,298.69
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TOTAL EXPENDITURES YEAR 1942		<u>334,198.75</u>
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EXCESS INCOME OVER EXPENDITURES		\$286,099.94
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DEDUCT:

Increase in Loss and Cost of Collection for Taxes Receivable for Years 1938, 1939, 1940 and 1941		<u>103.59</u>
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NET EXCESS INCOME OVER EXPENDITURES		<u><u>\$285,996.35</u></u>
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LABORERS' AND RETIREMENT BOARD EMPLOYEES' ANNUITY AND BENEFIT FUND.

EXPENDITURES

YEAR 1942

BENEFITS PAID:

Prior Service Annuities, Employees		\$124,735.19
Age and Service Annuities, Employees		11,326.07
Prior Service Widow Annuities		52,775.22
Age and Service Widow Annuities		8,447.51
Compensation Widow Annuities	\$ 7,083.83	
Less Workmen's Compensation Benefits	<u>3,179.52</u>	3,904.31
Children's Annuities		10,331.50
Duty Disability Benefits	\$22,662.23	
Less Workmen's Compensation Benefits	<u>9,848.13</u>	12,814.10
Ordinary Disability Benefits		<u>59,578.25</u>
Total Benefits Paid		\$283,912.15

EXPENSE OF ADMINISTRATION:

Salaries	\$ 11,100.00	
Legal Fees	2,700.00	
Actuarial Fees	2,507.66	
Medical Fees	3,000.00	
Medical Expense	65.00	
Printing	144.47	
Telephone	200.49	
Rent	813.72	
Premium on Surety Bonds	237.60	
Machine Repairs	155.27	
Petty Cash	425.00	
Audits	672.50	
Miscellaneous Expense - Convention	<u>25.41</u>	
Total Expense of Administration		22,047.12

REFUNDS:

28,239.48

TOTAL EXPENDITURES YEAR 1942

\$334,198.75

LABORERS' AND RETIREMENT BOARD
EMPLOYEES' ANNUITY AND
BENEFIT FUND

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GAIN AND LOSS

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YEAR 1942

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GAINS
AND
LOSSES

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

GAIN AND LOSS

YEAR 1942

SURPLUS BALANCES DECEMBER 31, 1942:

Annuity Payment Fund	\$	42,807.88	
Expense Fund		10,986.68	
Investment and Interest Fund		0	
Ordinary Disability Fund		10,195.39	
Prior Service Fund		7,058,818.59	
Obligations of City because of Age and Service Credits Granted		<u>326,865.11</u>	
Total			\$7,343,667.11

SURPLUS BALANCES JANUARY 1, 1942:

Annuity Payment Fund	\$	31,215.33	
Expense Fund		10,264.71	
Investment and Interest Fund		0	
Ordinary Disability Fund		42,197.09	
Prior Service Fund		7,000,544.47	
Obligations of City because of Age and Service Credits Granted		<u>470,854.96</u>	
Total			<u>7,408,251.72</u>

NET GAIN YEAR 1942

\$64,584.61

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

ANALYSIS OF GAIN AND LOSS

YEAR 1942

	Prior Ser- vice Annu- ity Fund	Annuity Payment Fund	
GAIN BECAUSE OF ANNUITY AND BENEFIT PURPOSES:			
Mortality, Employee Annuitants	\$ 21,464.62	\$ 3,545.24	
Mortality, Employees' Annuities Fixed	15,745.86	1,893.67	
Mortality, Widow Annuitants	1,997.88	1,108.78	
Mortality, Wives' Annuities Fixed	3,548.29	174.94	
Excess Contributions on Refunds, Prior Service	135,122.03		
Excess Contributions on Refunds, Age and Service	48,651.78		
Excess Contributions, No Wife, ? Prior Service	6,485.35		
Excess Contributions, No Wife, ? Age and Service	1,253.44		
Excess Contributions, Employee's Annuity Fixed	22,571.13	7,357.12	
Excess Contributions When Wives Annuities are Fixed	7,223.98	2,654.31	
Excess Contributions When Widows Annuities are Fixed	11,984.27	3,855.93	
Refunds After Fixed		1,587.33	
Salary Deductions After Fixed		7,307.74	
Totals	<u>\$226,022.81</u>	<u>\$16,652.48</u>	\$242,675.29
Additional Prior Service Granted			4,275.15
GAIN BECAUSE OF:			
SURPLUS RESERVE PURPOSES:			
Excess Receipts Over Benefits Paid: Transferred from Annuity Payment Fund to Expense of Administration Fund	\$ 6,308.54		
Excess Payments Over Receipts, Ex- pense of Administration Fund Ordinary Disability Fund	\$ 6,619.92		
Total Gain	33,689.58		\$ 40,309.50
Interest Earned on Balances of January 1, 1942:			
Annuity Payment Fund Account	\$ 1,248.61		
Ordinary Disability Fund Account	1,687.88		
Expense of Administration Fund Account	410.59		
Total Interest Earned		2,525.90	
Total Gain because of Surplus Reserve Purposes			37,783.60
TAX REQUIREMENT PURPOSES:			
Interest on Deferred Obligations	\$298,735.98		
Interest on Taxes Receivable	10,110.84	\$308,846.82	
City Contributions for Age and Ser- vice Credits Granted Prior Years		170,791.25	138,055.57
Prior Years Adjustments			2,127.23
Increase in Estimate for Loss and Cost of Collection in Taxes			103.59
NET GAIN FOR YEAR 1942			<u>\$ 64,584.61</u>

LABORERS' AND RETIREMENT BOARD

EMPLOYEES' ANNUITY AND

BENEFIT FUND

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COMPARATIVE ANALYSIS

YEAR 1942

ASSETS

AND

LIABILITIES

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

COMPARATIVE ANALYSIS

	ASSETS		
	Jan. 1, 1942	Dec. 31, 1942	Increase
CASH ON DEPOSIT	\$ 56,706.42	\$ 72,357.05 ✓	\$ 15,650.63
ACCOUNTS RECEIVABLE:			
Salary Deductions Accrued	\$ 6,061.26	\$ 7,090.60	\$ 1,029.34
Miscellaneous from Employees	1,351.74	1,646.72	294.98
Total Accounts Receivable	\$ 7,413.00	\$ 8,737.32	\$ 1,324.32
INTEREST RECEIVABLE:			
Accrued Interest on Bonds	\$ 9,393.74	\$ 10,047.93 ✓	\$ 654.19
Accrued Interest on Tax Anticipation Warrants	1,471.75	1,447.91 ✓	23.84
Total Interest Receivable	\$ 10,865.49	\$ 11,495.84 ✓	\$ 630.35
INVESTMENTS:			
Tax Anticipation Warrants	\$ 252,000.00	\$ 220,000.00 ✓	\$ 32,000.00
Bonds - Par Value	618,000.00	808,000.00 ✓	190,000.00
Bond Premiums	22,045.94	19,035.48 ✓	3,010.46
Total Investments	\$ 892,045.94	\$1,047,035.48	\$154,989.54
TAXES RECEIVABLE (After Deduction for Loss and Cost of Collection):			
1935	\$ 5,405.49	\$ 3,484.55 ✓	\$ 1,920.94
1936	1,407.23	859.06 ✓	548.17
1937	6,461.57	6,013.60 ✓	447.97
1938	891.54	1,288.12 ✓	396.58
1939	11,089.08	9,336.97 ✓	1,752.11
1940	20,581.50	11,330.02 ✓	9,251.48
1941	329,031.84	8,962.75 ✓	320,069.09
1942	0	448,083.59 ✓	448,083.59
Net Taxes Receivable	\$ 374,868.25	\$ 489,358.66	\$114,490.41
GROSS LEDGER ASSETS	\$1,341,899.10	\$1,628,984.35	\$287,085.25
LESS:			
ACCOUNTS PAYABLE:			
Miscellaneous to Employees	\$ 6,593.53	\$ 7,682.43 ✓	\$ 1,088.90
Total Accounts Payable	\$ 6,593.53	\$ 7,682.43	\$ 1,088.90
NET LEDGER ASSETS DECEMBER 31, 1942	\$1,335,305.57	\$1,621,301.92	\$285,996.35
DEFERRED ASSETS:			
Obligations of City because of Prior Service Credits Granted	\$7,000,544.47	\$7,058,818.59 ✓	\$ 58,274.12
Obligations of City because of Age and Service Credits Granted	470,854.96	326,865.11 ✓	143,989.85
Total Deferred Assets	\$7,471,399.43	\$7,385,683.70	\$ 85,715.73
TOTAL NET LEDGER AND DEFERRED ASSETS	\$8,806,705.00	\$9,006,985.62	\$200,280.62
DEDUCT (Per Contra) LIABILITIES:			
Obligations of City because of Prior Service and Age and Service Credits Granted	7,471,399.43	7,385,683.70	85,715.73
NET LEDGER ASSETS DECEMBER 31, 1942	\$1,335,305.57	\$1,621,301.92	\$285,996.35

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

COMPARATIVE ANALYSIS

LIABILITIES AND FUND BALANCES

	Jan. 1, 1942	Dec. 31, 1942	Increase
FOR SERVICES AFTER JULY 1, 1935:			
LIABILITY RESERVES:			
ANNUITY PAYMENT FUND ACCOUNT:			
Employee Annuitants	\$ 67,076.38	\$ 97,879.89 ✓	\$ 30,803.51
Employees' Annuities Fixed	33,299.46	46,711.21 ✓	13,411.75
Widow Annuitants	76,392.16	98,575.04 ✓	22,182.88
Wives' Annuities Fixed	31,334.20	42,219.75 ✓	10,885.55
Total Annuity Payment Fund	<u>\$ 208,102.20</u>	<u>\$ 285,385.89</u>	<u>\$ 77,283.69</u>
SALARY DEDUCTION FUND ACCOUNT:			
Employees	\$ 645,004.16	\$ 717,785.61 ✓	\$ 72,781.45
Wives of Employees	169,842.82	185,292.80 ✓	15,449.98
Total Salary Deduction Fund	<u>\$ 814,846.98</u>	<u>\$ 903,078.41</u>	<u>\$ 88,231.43</u>
CITY CONTRIBUTION FUND ACCOUNT:			
Employees	\$1,119,786.36	\$1,247,731.60 ✓	\$127,945.24
Wives of Employees	297,234.05	324,273.84 ✓	27,039.79
Supplemental Annuities	4,551.77	6,039.73 ✓	1,487.96
Total City Contribution Fund	<u>\$1,421,572.18</u>	<u>\$1,578,045.17</u>	<u>\$156,472.99</u>
SURPLUS RESERVES:			
Annuity Payment Fund Account	\$ 31,215.33	\$ 42,807.88 ✓	\$ 11,592.55
Children's Annuity Payment Fund Account	0	0 ✓	0
Duty Disability Fund Account	0	0 ✓	0
Expense of Administration Fund Account	10,264.71	10,986.68 ✓	721.97
Investment and Interest Fund Account	0	0 ✓	0
Ordinary Disability Fund Account	42,197.09	10,195.39 ✓	32,001.70
Total Surplus Reserves	<u>\$ 63,147.71</u>	<u>\$ 42,016.59</u>	<u>\$ 21,131.12</u>
TOTAL LIABILITY AND SURPLUS RESERVES			
FOR SERVICE AFTER JULY 1, 1935	\$2,507,669.07	\$2,808,526.06	\$300,856.99
DEDUCT (Per Contra)(Obligations of City for Age and Service Credits Granted)	<u>470,854.96</u>	<u>326,865.11</u>	<u>143,989.85</u>
NET LIABILITY FOR SERVICE AFTER JULY 1, 1935	<u>\$2,036,814.11</u>	<u>\$2,481,660.95</u>	<u>\$444,846.84</u>
FOR SERVICE PRIOR TO JULY 1, 1935:			
PRIOR SERVICE FUND ACCOUNT:			
Employee Annuitants	\$ 696,034.22	\$ 737,807.54 ✓	\$ 41,773.32
Employees' Annuities Fixed	228,386.63	241,430.01 ✓	13,043.38
Widow Annuitants	460,816.26	503,653.77 ✓	42,837.51
Wives' Annuities Fixed	299,596.04	328,655.54 ✓	29,059.50
Contributions for Employees	3,303,664.24	3,147,092.82 ✓	156,571.42
Contributions for Wives	1,310,538.54	1,239,819.88 ✓	70,718.66
Total Prior Service Fund	<u>\$6,299,035.93</u>	<u>\$6,198,459.56</u>	<u>\$100,576.37</u>
DEDUCT (Per Contra):			
Obligations of City for Prior Service Credits Granted	<u>7,000,544.47</u>	<u>7,058,818.59</u>	<u>58,274.12</u>
NET LIABILITIES SERVICE PRIOR TO JULY 1, 1935	<u>\$ 701,508.54</u>	<u>\$ 860,359.03</u>	<u>\$158,850.49</u>
TOTAL NET LIABILITIES AND FUND BALANCES DECEMBER 31, 1942	<u>\$1,335,305.57</u>	<u>\$1,621,301.92</u>	<u>\$285,996.35</u>

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

CASH RECONCILIATION
RECEIPTS AND DISBURSEMENTS
YEAR 1942

BALANCE JANUARY 1, 1942

\$56,706.42

RECEIPTS:

Salary Deductions	\$144,835.16	
Interest on Bonds	22,894.09	
Interest on Tax Warrants	2,416.43	^
Installment of 1935 Taxes	1,920.94	
Installment of 1936 Taxes	548.17	
Installment of 1937 Taxes	447.97	
Installment of 1938 Taxes	1,551.60	
Installment of 1939 Taxes	1,752.11	
Installment of 1940 Taxes	9,251.48	
Installment of 1941 Taxes	318,017.32	
Securities Matured	262,000.00	^
Miscellaneous Receipts	425.14	
Total Receipts		\$766,060.41

DISBURSEMENTS:

Annuities - Employees	\$136,080.90	
Annuities - Widows	65,127.04	
Annuities - Children	10,331.50	
Ordinary Disability Benefits	54,523.76	
Duty Disability Benefits	11,672.35	
Refunds:		
Separation from Service	\$ 26,854.98	
Adjustments - New Annuitants	1,600.56	
Errors in Deduction	290.78	
Errors in Deposits	451.14	
Operating Expenses	229,197.46	
Securities Purchased:		
Tax Anticipation War-		
rants - Par Value	\$220,000.00	^
Bonds - Par Value	200,000.00	^
Premium	406.25	^
Accrued Interest	998.81	^
Total Disbursements		750,409.78

EXCESS RECEIPTS OVER DISBURSEMENTS

15,650.63

BALANCE DECEMBER 31, 1942 PER BOOKS

\$72,357.05

OUTSTANDING CHECKS DECEMBER 31, 1942

9,531.81

BALANCE PER TREASURER

\$81,888.86

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