

TWENTY-SECOND ANNUAL STATEMENT

of the Condition of the

Public School Teachers' Pension and Retirement Fund

CITY OF CHICAGO

August 31, 1928

SUMMARY

Cash on hand September 1, 1927.....	\$ 411,302.17
Excess of total income over total disbursements Sept. 1, 1927, to Aug. 31, 1928 (see note below).....	374,622.98
Amount newly invested Sept. 1, 1927, to Aug. 31, 1928.....	632,766.66
Total Reserve Fund September 1, 1928 (Face Value).....	5,156,650.00
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Interest Sept. 1, 1927, to Aug. 31, 1928:	
On Reserve Fund	\$235,824.49
On Deposits	7,537.65
Total Interest Received	\$243,362.14
Less Accrued Interest	9,070.47
Interest earned	\$ 234,291.67
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Public Money* Sept. 1, 1927, to Aug. 31, 1928:	
From Tax Levy	\$ 514,862.01
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Deductions from payrolls	\$412,445.59
Less Refunds a/c Error	176.50
Net deductions from payrolls	\$ 412,269.09
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Paid to Annuitants	\$ 853,595.33
Less payments from Annuitants:	
Unearned Pension	\$ 3,109.28
Annuitants completing payment	32,257.34
	\$ 35,366.62
Paid to annuitants (net).....	\$ 818,228.71
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Cash on hand, August 31, 1928	\$ 141,988.02

*NOTE: Public Money. Beginning January 1, 1922, a separate tax of three-tenths of a mill is levied annually on each dollar of assessed valuation of property in Chicago. To this tax the Board of Education is required to add an appropriation from the Educational Fund sufficient to make the total public money \$2.00 for each \$1.00 deducted from teachers' salaries and paid into the Pension Fund.

The public money for any year is collected the following year. To the tax money paid into the pension fund during the calendar year of 1927, the Board of Education appropriated in the 1928 budget \$259,313.21—an amount sufficient to make the public money double the amount of deductions for 1926, but this was not paid into the Pension Fund until after September 1, 1928, and is therefore not included in this report.

STATEMENT OF RECEIPTS AND DISBURSEMENTS

for the period from

September 1, 1927 to August 31, 1928

INVESTMENT ACCOUNT

Amount in Reserve Fund, Sept. 1, 1927	\$4,576,675.00
Total invested Sept. 1, 1927, to Aug. 31, 1928, \$823,191.66, this being the net purchase price of bonds having a face value of.....	\$ 768,400.00
Bonds matured but not redeemed—redeposited	\$ 2,000.00
Total invested	\$ 770,400.00
which amount includes—	
Matured bonds transferred to cash and reinvested...	\$ 190,425.00
Leaving amount of new investment Sept. 1, 1927, to Aug. 31, 1928 (face value)	\$ 579,975.00
Total Reserve Fund Sept. 1, 1928	\$5,156,650.00

Cash on hand September 1, 1927 \$ 411,302.17

RECEIPTS

Income from Sept. 1, 1927, to Aug. 31, 1928

Deductions from payrolls	\$ 412,445.59
Interest on Reserve Fund	235,824.49
Interest on bank deposits	7,537.65
Public Money*—Tax Levy	514,862.01
Payments into the Fund by teachers and annuitants:	
(a) Annuitants completing payments..	\$ 32,257.34 ✓
(b) Unearned Pension a/c annuitants deceased	2,033.28
(c) Unearned Pension a/c Annuitants returned to service	798.00
(d) Non-Contributors becoming Con- tributors	48,742.12 ✓
(e) Unclaimed pension	228.00
(f) Former Teachers returning refund	156.61 ✓
(g) Duplicate Warrant deposited back	52.23
	\$ 84,317.58
Total Income	\$1,254,987.32
Matured bonds transferred to cash and reinvested...	\$ 190,425.00
Total Receipts	\$1,445,412.32
	\$1,856,714.49

*NOTE: See Note on previous page.

DISBURSEMENTS

From Sept. 1, 1927, to Aug. 31, 1928

Paid to annuitants	\$ 853,595.33
Refunds account of error in deductions	176.50
Refunds account of error—non-contributor	188.40
Refunds to teachers resigning from the service.....	7,472.82

Expenses of Administration

Printing	\$ 3,004.00
Supplies	198.37
Clerical and Stenographic Services	4,562.25
Medical examiner's fees	104.00
Salaries and Compensation:	
Mary M. Abbe, Rec. Sec'y. Pension Board June 1, 1927, to May 31, 1928.....	300.00
Catherine J. Trout, Assistant Secretary, Pension Board, June 15, 1927, to June 15, 1928.....	3,300.00
I. T. Greenacre, legal services, June 21, 1927, to June 22, 1928	6,446.38
Contingent Expenditures, Dec. 10, 1926, to Jan. 13, 1928:	
Postage	\$790.76
Supplies	17.60
Service	105.70
Miscellaneous	12.50
Warrants for Contingent Expenditures.....	926.56
Suppers—Pension Election	37.50
Total administration expense	\$ 18,879.06
Deposited in error	52.23
Total disbursements	\$ 880,364.34
Transferred for investment:	
Face value of bonds purchased.....	\$768,400.00
Premium on bonds purchased.....	54,791.66
Purchase price	\$823,191.66
Accrued interest	9,070.47
Bonds and coupons not redeemed—reinvested.....	2,100.00
Total transferred for investment.....	\$ 834,362.13
Total.....	\$1,714,726.47
Cash on hand August 31, 1928.....	141,988.02

\$1,856,714.49

Number of persons drawing pension June 30, 1927, including disability annuitants	1,096
Number of persons drawing pension June 30, 1928, including disability annuitants	1,247
Number of persons drawing disability pension June 30, 1928.....	89
Number of annuitants deceased since last report	46
Number of annuitants returned to service since last report.....	19
Highest annuity paid for June, 1928	\$100.00
Lowest annuity paid for June, 1928	64.00
Highest disability annuity paid for June, 1928	79.58
Lowest disability annuity paid for June, 1928	30.00
Number of contributors September, 1928	12,454
Number of non-contributors, September, 1928	196

Respectfully submitted,
 JAMES A. MEADE,
 Financial Secretary.

The Annuitants of October, 1928

NOTE: The Financial Secretary reports 1,247 annuitants drawing pension in June, 1928. This includes only those who have completed their payments into the Fund. The Recording Secretary, reporting the number in October, subtracts from 1,247 the sum of those who have returned to service and those whose deaths have been reported, and adds those who were placed on the pension roll in September, including all those whose payments are not completed.

The following table shows the number of annuitants who have from 25 to 35 years of service, with the rate of annuity for each such year and the amount that will be paid to each group when all payments into the fund are completed. It also shows the number of disability annuitants and the number of annuitants who retired under the old law (that is, before July 1, 1907) with less than 25 years of service. The amounts are computed at the rates authorized by the legislature of 1923, although the increases granted by the legislature in that year have been withheld since September 1, 1927, on account of injunction proceedings instituted against the Pension Board.

TABLE I

Years of Service	No. of Annuitants	Rate of Annuity	Amount of Annuity
25	149	\$ 800.00	\$119,200.00
26	69	820.00	56,580.00
27	65	840.00	54,600.00
28	61	860.00	52,460.00
29	61	880.00	53,680.00
30	63	900.00	56,700.00
31	49	920.00	45,080.00
32	36	940.00	33,840.00
33	30	960.00	28,800.00
34	38	980.00	37,240.00
35 or more	448	1,000.00	448,000.00
Total	1,069		\$986,180.00
20 to 25	110	(Old Law)	76,249.50
12 to 25	91	(Disability)	51,644.00
Total	1,270		
Total pay-roll for the 1,270 annuitants of October, 1928, when all payments into the fund have been completed.....			\$1,114,073.50

TABLE II—NUMBER OF ANNUITANTS WITH 35 OR MORE YEARS OF SERVICE

Years of Service	No. of Annuitants	Years of Service	No. of Annuitants	Years of Service	No. of Annuitants
35	60	43	17	51	7
36	51	44	28	52	9
37	42	45	18	53	3
38	34	46	16	54	2
39	35	47	24	55	0
40	25	48	11	56	1
41	31	49	12	57	2
42	13	50	7		
					448

The 1,069 annuitants who have 25 or more years of service have an average time of 34.6 years.

The amendment to the law providing additional annuity for additional service became effective July 1, 1923. The average time of service for the 724 annuitants who retired since that date is 36.3 years.

MARY M. ABBE,

Recording Secretary.

Chicago, November 16, 1928.