

April 23, 1968

A Regular Meeting of the Board of Trustees of the Retirement System was held on Tuesday, April 23, 1968, at the City Hall. The meeting was called to order by the Vice-Chairman at 8:00 a.m.

Present: Paul H. Lehman, Vice-Chairman  
Kenneth Courtney  
Carlos W. Lynch  
Fred Stanley  
Paul A. York

Absent: None

Election of Chairman

Resolution #68-80

Moved by York

Supported by Stanley

RESOLVED, that Paul H. Lehman be elected Chairman for 1968.

Motion passed unanimously.

Election of Vice-Chairman

Resolution #68-81

Moved by York

Supported by Stanley

RESOLVED, that Kenneth Courtney be elected Vice-Chairman for 1968.

Motion passed unanimously.

Minutes, January 23, 1968

Resolution #68-82

Moved by Stanley

Supported by York

RESOLVED, that the minutes of the Regular Meeting of January 23, 1968, be approved as printed.

Motion passed unanimously.

Valuation

Mr. Ron Smith of Gabriel, Roeder, Smith & Co. presented the actuarial valuation for December 31, 1967.

Resolution #68-83

Moved by Courtney

Supported by Stanley

RESOLVED, that the valuation be accepted and placed on file.

Motion passed unanimously.

### Mortality Table

Mr. Smith recommended that we adopt the 1960 Group Annuity Mortality Table.

Resolution #68-84

Moved by York

Supported by Courtney

RESOLVED, that the 1960 Group Annuity Mortality Table, with interest at the rate of four percent per annum, be used for all actuarial computations required in the operation of the retirement system, and that the rate of regular interest be three per cent.

Motion passed unanimously.

### Benefit Improvement

Changes in the ordinance that would provide for an increased benefit were discussed.

Resolution #68-85

Moved by Lynch

Supported by York

RESOLVED, that the Board of Trustees approves of the following benefit changes:

1. The employee contribution be changed from 3% of the first \$6,600 and 5% of the excess, to 5% of total pay.
2. The benefit be changed from 1.2% of the first \$6,600 and 1.7% of the excess, to 1.7% of total pay.

And, that the Administrator send a letter explaining the changes to the employees and requesting their comments.

Motion passed unanimously.

### Blue Cross

Resolution #68-86

Moved by Stanley

Supported by Lynch

RESOLVED, that a study be made on the policy of paying a portion of the Blue Cross premiums for retirees.

Motion passed unanimously.

The financial report was accepted and placed on file.

Investments

Resolution #68-87

Moved by York

Supported by Stanley

RESOLVED, that 100 shares Campbell Soup Co. and 100 shares Shulton, Inc. be purchased.

Motion passed unanimously.

Resolution #68-88

Moved by Lynch

Supported by York

RESOLVED, that convertible preferred stock be purchased from the Moody recommended list, after review with the research department of Paine, Webber, Jackson & Curtis.

Motion passed unanimously.

Resolution #68-89

Moved by Stanley

Supported by Lynch

RESOLVED, that 5 Pennsylvania Bell, and 10 Potomac Edison bonds be purchased.

Motion passed unanimously.

The meeting was adjourned at 9:00 a.m.

**CITY OF TROY**  
**EMPLOYEES RETIREMENT SYSTEM**  
**BALANCE SHEET AS OF APRIL 10, 1968**

**Assets**

Cash - Troy National Bank	\$ 22,190.24
- Capitol Savings & Loan Association	3,869.34
- Paine, Webber, Jackson & Curtis	506.25
Corporate bonds	239,171.43
Purchased interest	<u>40.83</u>
	<b><u>\$265,778.09</u></b>

**Liabilities & Reserves**

Retirement Reserve Fund	\$ 48,032.89
Pension Reserve Fund	135,734.35
Members Deposit Fund	<u>82,010.85</u>
	<b>\$265,778.09</b>

Common Stock Limit  
(3% of total assets) \$7,973.34

Preferred Stock Limit  
(3% of total assets) \$7,973.34

CITY OF TROY  
EMPLOYEES RETIREMENT SYSTEM  
CASH FLOW STATEMENT  
January, February and March, 1968

	<u>Deposit</u>	<u>Withdrawal</u>	<u>Balance</u>
Balance 1-1-68			\$9,075.75
Employees contributions	\$ 7,441.57		
City's contribution	12,276.67		
Interest received	410.08		
Purchase of investments		\$24,900.00	
Purchased interest		11.25	
Employees terminated (7)		1,017.75	
Retirement allowance (4)		332.78	
Balance 1-31-68			2,942.29
Employees contributions	1,522.92		
City's contribution	3,076.74		
Interest received	965.75		
Employees terminated (3)		162.86	
Retirement allowances (4)		332.78	
Balance 2-29-68			8,012.06
Employees contributions	4,450.05		
City's contribution	8,930.77		
Interest received	1,087.50		
Employees terminated (3)		902.68	
Retirement allowance (4)		413.71	
Balance 3-31-68			\$21,163.99

SUMMARY OF FUND ACTIVITIES  
January, February and March, 1968

	<u>Deposit</u>	<u>Withdrawal</u>	<u>Balance</u>
Balance 1-1-68			\$ 9,075.75
Employees contributions	\$13,414.54		
City's contribution	24,284.18		
Interest received	2,463.33		
Purchase of investments		\$24,900.00	
Purchased interest		11.25	
Employees terminated (13)		2,083.29	
Retirement allowances (4)		1,079.27	
Balance 3-31-68			\$21,163.99

## CITY OF TROY

## EMPLOYEES RETIREMENT SYSTEM

## INVESTMENTS

APRIL 15, 1968

QTY	PURCHASE DATE	YIELD	BOOK VALUE	MATURITY DATE
15 American Telephone & Telegraph	7/28/66	5.72	\$ 13,789.53	12/1/70
5 Michigan Consolidate Gas Company	8/1/67	6.32	4,103.37	8/1/76
4 Motorola, Inc., 4 3/4% Debentures	11/2/65	4.71	4,018.56	4/1/86
10 Michigan Wisconsin Pipe Line Company	5/6/66	5.65	10,106.88	4/15/86
15 Natural Gas Pipeline Company of America	9/7/66	6.34	14,856.18	9/1/86
10 Natural Gas Pipeline Company	1/2/68	6.84	9,900.00	8/1/87
10 Montgomery Wards	9/25/67	6.50	10,000.00	9/15/87
15 Trunkline Gas Company	1/30/68	6.75	15,000.00	10/1/87
10 General Telephone of California	4/30/65	4.50	10,000.00	3/1/95
16 Ohio Power Co. Sinking Fund Debentures	2/21/66	5.11	16,014.08	1/1/96
10 Metropolitan Edison Company	7/28/66	5.70	10,074.00	6/1/96
10 Jersey Central Power & Light Company	8/18/66	5.98	10,170.76	8/1/96
14 Alabama Power Company 1st Mtg.	10/31/66	6.20	14,077.23	10/1/96
10 New England Power Company 1st Mtg.	12/20/66	6.07	10,400.55	12/1/96
10 Detroit Edison Company - Series R	1/30/67	5.59	10,580.01	12/1/96
10 Louisiana Power & Light Company	2/27/67	5.60	10,014.92	2/1/97
10 Arkansas Power & Light Company	5/1/67	5.73	10,197.44	3/1/97
10 Blackstone Valley Electric Company	6/22/67	6.35	10,197.19	6/1/97
15 Ohio Power Company	8/21/67	6.45	15,326.82	8/1/97
10 Alabama Power Company	10/11/67	6.50	10,000.00	10/1/97
10 West Penn. Power Company	11/20/67	6.90	10,125.90	11/1/97
10 American Telephone & Telegraph	9/13/65	4.62	10,218.09	6/1/98

Total

\$239,771.43

Average Yield 5.95%