

School Employees Retirement System of Ohio



STATEMENT

As of June 30, 1961

The School Employees Retirement System covers all persons employed in the public schools of Ohio as non-teaching employees and provides retirement and disability allowances as well as survivor benefits for its members. The office is located at 12 North Third Street, Columbus 15, Ohio.

THE RETIREMENT BOARD

Alfred B. Kennish, Cleveland	President
H. Lewis Shambarger, Shaker Heights	Vice-President
Stewart A. Cox, Euclid	
Mark McElroy	Attorney-General
James A. Rhodes	Auditor of State

Ward Ashman	Executive Secretary
D. L. Yochum	Assistant Executive Secretary

STATEMENT OF
AS OF JU

ASSETS (What We Own)

Cash	\$ 660,582.63
Investment At Par	92,662,404.76
Investment Discount Less Premiums	404,458.36*
Accrued Interest On Investments	15,473.73
Accounts Receivable	4,404.41
	\$92,938,407.17

LIABILITIES (What We Owe)

EMPLOYEES' SAVINGS FUND\$37,008,995.10

(Herein are the accumulated contributions of the 50,585 accounts of the members who have not retired. At retirement the contributions plus interest from the Interest Reserve Fund at the rate provided by law and compounded annually are transferred to the Annuity and Pension Reserve Fund.)

EMPLOYERS' TRUST FUND 3,037,302.23

(Herein are the employers' contributions to match those of the members who retire, to provide funds for the prior service pension, the basic annual pension and the minimum retirement allowance. At retirement sufficient funds to provide a reserve for the member's matching annuity, the prior service pension, the basic annual pension, and the minimum allowance are transferred to the Annuity and Pension Reserve Fund.)

COST OF LIVING ADJUSTMENT FUND—DEFICIENCY 92,262.27*

State appropriations for the fiscal year ending June 30, 1961 were not sufficient to cover the disbursements to retired members for the cost of living adjustment provided for under Sec. 3309.37.1, R.C. This deficiency will be collected in the employer contribution for the 1962 calendar year.

CONDITION

NE 30, 1961

ANNUITY AND PENSION RESERVE FUND	\$44,743,999.09
<p>(Herein is the trust fund from which the retired member receives the annuity provided by his contributions and interest, the employer's matching annuity, the prior service pension, the basic annual pension, the minimum allowance and any additional annuities provided by the member and the Cleveland Custodians' Fund.)</p>	
CLEVELAND CUSTODIANS' FUND	10,843.58
<p>(Herein are the accounts of the accumulated contributions of members of the Cleveland Custodians' Pension Fund which was merged with this System as provided by law. At retirement these contributions and interest are transferred to the Annuity and Pension Reserve Fund to provide an additional annuity.)</p>	
MEMBERS' ADDITIONAL ANNUITY FUND	27,526.56
<p>(Herein are members' additional deposits to provide additional retirement annuities. At retirement these deposits and interest are transferred to the Annuity and Pension Reserve Fund.)</p>	
INTEREST RESERVE FUND	834,886.32
<p>(Herein is the fund from which interest is paid to the member's account at retirement to provide the interest guaranteed by law which for the savings account is 4% per annum to June 30, 1955 and 3% per annum thereafter.)</p>	
GUARANTEE FUND	
<p>(The investment earnings, gifts, bequest, and other miscellaneous income accumulated in this fund during the year and remaining as of June 30, was transferred to the various other funds as authorized)</p>	
SURVIVORS' BENEFIT FUND	7,316,606.90
<p>(Herein are the reserves from which the monthly benefit payments are made to qualified designated beneficiaries of members who died prior to retirement.</p>	
EXPENSE FUND	45,821.27
<p>(The income to this fund was derived from the members' expense fees and the guarantee fund. Operating Expenses are paid from this fund.) By resolution of the Retirement Board, member contributions to this fund were waived for the fiscal year ending June 30, 1961.</p>	
SUSPENSE ACCOUNTS	4,688.39
	\$92,938,407.17

*Minus Balance

INVESTMENT PORTFOLIO AND DISTRIBUTION

As of June 30, 1961

	Amount	%
Federal Government & Related Agencies	\$ 6,489,950.00	7.00
Ohio Obligations—State & Subdivisions	31,172,205.00	33.64
Corporation Obligations	22,837,000.00	24.65
Canadian Obligations	2,650,000.00	2.86
Federally Insured Savings & Mortgages	22,540,263.68	24.33
Common Stocks	6,008,004.77	6.48
Ohio Productive Real Estate	964,981.31	1.04
	\$92,662,404.76	100.00

PORTFOLIO PURCHASES

Between July 1, 1960 and June 30, 1961

	Amount	Average Maturity Years	Average Yield %
Federal Government & Related Agencies	\$ 10,950.00	12.0	3.75
Ohio Obligations	2,370,030.00	19.9	5.14
Corporation Obligations	3,330,000.00	27.7	4.71
Federally Insured Savings & Mortgages	6,881,000.58	10.0	5.60
Common Stocks	1,830,111.41		3.72
Ohio Productive Real Estate	2,217.63		**
TOTALS	\$14,424,309.62	16.6	5.08

**Yield not computed on \$2,217.63 valuation. Property being improved.

July 1, 1952-June 30, 1953	\$ 5,696,060.00	26.6	3.39
July 1, 1953-June 30, 1954	7,004,731.33	21.3	3.68
July 1, 1954-June 30, 1955	6,655,370.49	26.6	3.39
July 1, 1955-June 30, 1956	6,269,141.97	23.4	3.81
July 1, 1956-June 30, 1957	8,642,507.24	21.3	4.18
July 1, 1957-June 30, 1958	16,411,649.87	16.4	4.51
July 1, 1958-June 30, 1959	11,037,361.16	20.8	4.59
July 1, 1959-June 30, 1960	12,655,974.21	17.1	4.96

PORTFOLIO YIELD

(All Investments Amortized on Straight Line Basis)

Year Ending	Net Amortized Income for Year	Average Purchase Yield %
June 30, 1949	\$ 276,979	2.247
June 30, 1950	396,892	2.732
June 30, 1951	441,431	2.536
June 30, 1952	530,834	2.619
June 30, 1953	649,075	2.722
June 30, 1954	840,715	2.973
June 30, 1955	1,037,919	3.042
June 30, 1956	1,226,589	3.127
June 30, 1957	1,488,403	3.335
June 30, 1958	1,672,096	3.706
June 30, 1959	2,227,727	3.871
June 30, 1960	2,775,600	4.051
June 30, 1961	3,363,366	4.192

SUPERANNUATION RETIREMENTS

Processed Between July 1, 1960 and June 1, 1961
Allowance Based on Straight Life Annuity

<u>Years of Service</u>	<u>Male</u>	<u>Female</u>	<u>Retired</u>	<u>Average Monthly Allowance</u>
1-9	182	123	305	\$ 42.49
10-14	89	89	178	67.91
15-19	66	71	137	92.97
20-24	35	17	52	124.17
25-29	36	14	50	147.28
30-34	29	7	36	169.31
35-39	29	23	52	223.08
40-44	8	5	13	328.66
50-54	1	0	1	857.70
	<u>475</u>	<u>349</u>	<u>824</u>	

Average Service Credit — 15.782 Years

Average Monthly Allowance — \$93.03

Average Age at Retirement — 66.16 Years

Total Superannuation Retirements July 1, 1951 - June 1, 1952	245
Total Superannuation Retirements July 1, 1952 - June 1, 1953	288
Total Superannuation Retirements July 1, 1953 - June 1, 1954	332
Total Superannuation Retirements July 1, 1954 - June 1, 1955	296
Total Superannuation Retirements July 1, 1955 - June 1, 1956	555
Total Superannuation Retirements July 1, 1956 - June 1, 1957	730
Total Superannuation Retirements July 1, 1957 - June 1, 1958	640
Total Superannuation Retirements July 1, 1958 - June 1, 1959	705
Total Superannuation Retirements July 1, 1959 - June 1, 1960	847

DISABILITY RETIREMENTS

Between July 1, 1960 and June 1, 1961

<u>Years of Service</u>	<u>Male</u>	<u>Female</u>	<u>Retired</u>	<u>Average Monthly Allowance</u>
1-9	19.....	14.....	33.....	\$ 74.19
10-14.....	5.....	9.....	14.....	77.76
15-19.....	4.....	3.....	7.....	92.00
20-24.....	1.....	0.....	1.....	171.06
25-29.....	2.....	0.....	2.....	146.88
30-34.....	0.....	1.....	1.....	139.60
	<u>31</u>	<u>27</u>	<u>58</u>	

Average Service Credit—10.907 Years

Average Monthly Allowance—\$83.12

Average Age at Retirement—52.65 Years

Total Disability Retirement July 1, 1951 - June 1, 1952	18
Total Disability Retirements July 1, 1952 - June 1, 1953	10
Total Disability Retirements July 1, 1953 - June 1, 1954	9
Total Disability Retirements July 1, 1954 - June 1, 1955	13
Total Disability Retirements July 1, 1955 - June 1, 1956	20
Total Disability Retirements July 1, 1956 - June 1, 1957	19
Total Disability Retirements July 1, 1957 - June 1, 1958	34
Total Disability Retirements July 1, 1958 - June 1, 1959	41
Total Disability Retirements July 1, 1959 - June 1, 1960	48

SURVIVOR BENEFITS

Monthly Benefits Being Paid to Qualified Designated Beneficiaries
Of Members Who Died Prior to Retirement as of June 30, 1961

	No.	Average Annual Allowance
Joint Survivor Annuity	141	\$ 964.20
Spouse — Age 65	136	894.84
Spouse — Age 50	101	1,069.31
Widow with Children	111	1,782.39
Unmarried Children	10	1,116.00
Dependent Parents	4	1,050.00
	503	

**TOTAL NUMBER OF DISABILITIES AND SUPERANNUATES ON
THE ROLLS AND THE AVERAGE ALLOWANCES BEING PAID
UNDER THE ELECTED PLANS AND FOR THE MONTH SHOWN**

DISABILITIES			SUPERANNUATES		
As of	No.	Average Monthly Allowance	No.	Average Monthly Allowance	
8-31-1938.....	16	\$15.05	-0-	\$ -0-	
8-31-1939.....	21	11.21	594	12.54	
6-30-1940.....	22	11.31	769	25.47	
6-30-1941.....	35	10.16	931	24.20	
6-30-1942.....	39	9.55	1,066	23.77	
6-30-1943.....	39	15.55	1,216	23.04	
6-30-1944.....	55	23.50	1,318	22.69	
6-30-1945.....	57	23.10	1,419	22.50	
6-30-1946.....	62	23.94	1,539	23.53	
6-30-1947.....	71	25.01	1,736	25.11	
6-30-1948.....	81	37.98	1,896	36.39	
6-30-1949.....	90	40.81	2,188	36.95	
6-30-1950.....	87	41.35	2,293	36.14	
6-30-1951.....	83	46.13	2,463	39.02	
6-30-1952.....	85	44.64	2,552	40.52	
6-30-1953.....	79	45.48	2,687	42.38	
6-30-1954.....	56	52.61	2,876	43.99	
6-30-1955.....	62	55.33	3,028	45.38	
6-30-1956.....	71	62.94	3,400	49.83	
6-30-1957.....	81	67.70	3,942	54.30	
6-30-1958.....	111	73.42	4,357	61.79	
6-30-1959.....	138	75.27	4,836	63.76	
6-30-1960.....	165	79.57	5,407	73.60	
6-30-1961.....	195	77.69	5,972	72.58	

TOTAL OF NET ALLOWANCES AND BENEFITS PAID ANNUALLY
From September 1, 1937 Through June 30, 1961

	Superannuation Allowances	Disability Allowances	Survivor Benefits
1937-38	\$	\$	\$
1938-39	165,001.99	827.88	
1939-40	234,660.34	2,081.24	
1940-41	270,544.15	2,082.41	
1941-42	303,874.00	3,368.80	
1942-43	337,415.38	4,448.69	
1943-44	328,733.08	4,900.16	
1944-45	379,205.85	11,754.24	
1945-46	428,094.16	16,468.59	
1946-47	514,209.12	16,442.52	
1947-48	815,606.22	19,941.01	
1948-49	954,623.25	35,901.32	
1949-50	1,037,618.77	41,155.89	
1950-51	1,139,866.78	43,559.91	
1951-52	1,234,911.87	42,447.07	
1952-53	1,358,600.44	44,421.55	6,153.73
1953-54	1,500,685.28	45,527.45	22,259.09
1954-55	1,644,415.12	41,854.95	49,739.94
1955-56	1,959,980.31	40,610.08	83,072.65
1956-57	2,517,985.48	47,114.21	119,178.57
1957-58	3,057,107.08	64,234.51	198,695.97
1958-59	3,726,619.93	84,222.56	260,804.90
1959-60	4,512,213.45	122,083.39	327,239.29
1960-61	5,169,121.55	145,374.37	419,895.83
TOTALS	\$33,591,093.60	\$ 1,064,551.19	\$ 2,041,807.24
GRAND TOTAL			\$36,697,452.05

STATEMENT OF OPERATING EXPENSES
For the Fiscal Year Ending June 30, 1961

Salaries	\$184,092.93
Equipment	6,926.85
Freight, Express & Drayage	54.31
Telegraph & Telephone	3,157.15
Postage	8,911.17
Office Rent	19,010.72
Printing & Supplies	14,010.10
Medical Examinations—Disability	11,575.35
Equipment Rentals	36,358.50
Insurance & Surety Bonds	135.26
Actuarial & Technical Service	7,589.21
Board & Staff Travel Expense	7,654.48
Bureau of Inspection—S.E.R.S. Audit	6,004.34
Miscellaneous	40.50
Employer Contribution Public Employees Retirement System	15,629.89
Service on Equipment	1,979.73
Books, Periodicals, etc.	631.70
Improvements	740.92
Workmans Compensation	206.69
Recordak—Microfilming	637.11
TOTAL	\$325,346.91

**TOTAL MEMBERSHIP, NET MEMBERSHIP
AND SEPARATIONS BY YEARS**

<u>Year</u>	<u>Membership During Year</u>	<u>Separation by Year</u>	<u>Net Member- ship</u>
1937-1938	10,444	176	10,268
1938-1939	10,891	356	10,535
1939-1940	13,467	903	12,564
1940-1941	12,950	1,135	11,815
1941-1942	13,286	1,284	12,002
1942-1943	14,335	1,794	12,541
1943-1944	14,971	1,446	13,525
1944-1945	16,010	2,105	13,905
1945-1946	17,448	1,720	15,728
1946-1947	19,111	2,104	17,007
1947-1948	21,774	2,316	19,458
1948-1949	24,524	2,966	21,558
1949-1950	26,268	2,445	23,823
1950-1951	30,399	3,463	26,936
1951-1952	32,152	3,440	28,712
1952-1953	34,002	3,962	30,040
1953-1954	35,662	3,927	31,735
1954-1955	37,312	3,560	33,752
1955-1956	40,500	4,186	36,314
1956-1957	45,001	5,026	39,975
1957-1958	47,674	4,667	43,007
1958-1959	49,451	4,745	44,706
1959-1960	52,181	4,694	47,487
1960-1961	55,042	4,457	50,585

**ASSETS OF THE SYSTEM
As of Dates Indicated**

8-31-1938	\$ 1,175,597	6-30-1950	17,093,993
6-30-1939	2,203,433	6-30-1951	19,938,417
6-30-1940	2,842,560	6-30-1952	23,533,749
6-30-1941	3,729,777	6-30-1953	28,014,974
6-30-1942	4,572,465	6-30-1954	33,604,140
6-30-1943	5,436,818	6-30-1955	39,037,483
6-30-1944	6,415,208	6-30-1956	44,956,511
6-30-1945	7,377,124	6-30-1957	52,191,194
6-30-1946	8,901,758	6-30-1958	60,447,421
6-30-1947	10,481,493	6-30-1959	69,600,155
6-30-1948	12,254,577	6-30-1960	80,541,648
6-30-1949	14,417,649	6-30-1961	92,938,407