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1959/60

**REPORT**  
**OF THE**  
**PENNSYLVANIA**  
**PUBLIC SCHOOL EMPLOYEES'**  
**RETIREMENT BOARD**

**COMMONWEALTH OF PENNSYLVANIA**  
**DEPARTMENT OF PUBLIC INSTRUCTION**  
**HARRISBURG**

**FOR THE YEAR ENDING JUNE 30, 1960**

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MEMBERS  
OF  
PENNSYLVANIA  
PUBLIC SCHOOL EMPLOYEES'  
RETIREMENT BOARD

AS OF

JUNE 30, 1960

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HONORABLE CHARLES H. BOEHM, *Chairman*  
HONORABLE ROBERT F. KENT, *Treasurer*  
MISS CATHLEEN M. CHAMPLIN, *Philadelphia*  
DR. THOMAS E. CARSON, *Pittsburgh*  
MR. ROBERT A. ROSENKRANCE, *Perkasie*  
MR. GEORGE R. BAILEY, *Harrisburg*  
MR. JOHN J. HERTZ, *Harrisburg*  
MR. CHARLES R. WILSON, *Pittsburgh*



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**REPORT OF THE  
PUBLIC SCHOOL EMPLOYEES' RETIREMENT BOARD  
FOR THE YEAR ENDING JUNE 30, 1960**

HONORABLE DAVID L. LAWRENCE, *Governor*  
Commonwealth of Pennsylvania  
Harrisburg, Pennsylvania

Dear Sir:

The Public School Employees' Retirement System was established July 1, 1919. Section 2, Act of July 18, 1917, P. L. 1043.

In compliance with Section 4, Paragraph 9, of the Retirement Law, the Public School Employees' Retirement Board hereby submits its report for the year ending June 30, 1960.

Section 4, Paragraph 9 of the Retirement Law provides:

"The Retirement Board shall prepare and have published annually, a financial statement showing the condition of the Fund and the various accounts created by this Act, and setting forth such other facts, recommendations, and data as may be of use in the advancement of knowledge concerning employees' pensions and annuities, and said retirement board shall submit said financial statement to the Governor of the Commonwealth of Pennsylvania, and shall file copies thereof in the office of the State Department of Public Instruction, of the State Insurance Department, and of each employer for use of the employees and the public."

**ADMINISTRATION**

The administration of the Pennsylvania Public School Employees' Retirement System is vested in a Retirement Board consisting of the State Superintendent of Public Instruction, the State Treasurer, a member appointed by the Governor of the State, three members of the Retirement Association elected from among their number in a manner to be approved by the State Superintendent of Public Instruction, one member, not a public school employe nor officer nor employe of the State, who shall be elected annually by the other members of the Board, to serve for a term of one year; and the Executive Secretary of the Pennsylvania School Directors' Association.

In 1959 the members of the Retirement Association elected Robert A. Rosenkrance as a member of the Retirement Board for a three year term beginning January 1, 1960.

16 D 63, dir. gift, 1959/60, contin.

## MEMBERSHIP

Membership in the Pennsylvania Public School Employees' Retirement System is limited to persons employed in full-time positions in the public schools, in the State Colleges, in the State Institutions for the Deaf and the Blind, in certain State-owned schools, and in any other full-time employment connected with the public schools of Pennsylvania. The employment must be regular and full time.

Any officer or employe in the Pennsylvania State University with previous membership and service credits in the Pennsylvania Public School Employees' Retirement System may elect to retain his membership in the School Employees' Retirement System. However, particular attention should be given to Acts 202 and 203 of the 1959 Session of the General Assembly, for in most cases it will be advantageous for such a member to enter the State Employees' Retirement System.

A full-time employe coming within the definition adopted by the Retirement Board must be enrolled as a member unless the employe cannot render at least five (5) years of credited service by the end of the school year during which the age of seventy (70) is reached.

A full-time public school employe is an employe of the Board of Education or Board of School Directors regularly engaged five (5) hours or more each school day and paid from funds of the school board or funds under the jurisdiction of the school board on an hourly, daily, monthly or annual basis; provided, however, that full-time employment shall not mean employment which is intended to continue for a period less than three (3) consecutive months.

Part-time employes are not eligible for membership.

**PENNSYLVANIA PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM**

TABLE I

ACTIVE MEMBERSHIP OF SYSTEM AS OF JUNE 30, 1960

| GROUP  | TOTAL   |               | MEN    |               | WOMEN  |               |
|--|---------|---------------|--------|---------------|--------|---------------|
|  | Number  | Salaries*     | Number | Salaries      | Number | Salaries      |
| <i>Those not covered by Social Security:</i> |         |               |        |               |        |               |
| Present Entrants .....                       | 178     | \$995,035     | 19     | \$133,064     | 159    | \$861,971     |
| New Entrants .....                           | 36,124  | 169,289,488   | 7,775  | 38,682,764    | 28,349 | 130,606,724   |
| Total not covered by Social Security .....   | 36,302  | \$170,284,523 | 7,794  | \$38,815,828  | 28,508 | \$131,468,695 |
| <i>Those covered by Social Security:</i>     |         |               |        |               |        |               |
| Present Entrants .....                       | 1,179   | \$7,073,948   | 246    | \$1,844,434   | 933    | \$5,229,514   |
| New Entrants .....                           | 70,450  | 331,207,317   | 31,589 | 164,941,710   | 38,861 | 166,265,607   |
| Total covered by Social Security .....       | 71,629  | \$338,281,265 | 31,835 | \$166,786,144 | 39,794 | \$171,495,121 |
| Grand Total—Now Employed .....               | 107,931 | \$508,565,783 | 39,629 | \$205,601,972 | 68,302 | \$302,963,816 |
| <i>Members on Reserve Status:</i>            |         |               |        |               |        |               |
| Present Entrants .....                       | 139     |               | 28     |               | 111    |               |
| New Entrants .....                           | 13,783  |               | 2,737  |               | 11,046 |               |
| Total on Reserve Status .....                | 13,922  |               | 2,765  |               | 11,157 |               |

\* For those members who were employed for only a part of the 1959-60 school year, a partial year's salary is included in the above years.

TABLE 2  
ANNUITANTS AND BENEFICIARIES OF THE SYSTEM ON JUNE 30, 1960

| <i>CLASS</i>   | <i>Number</i> | <i>Members' Annuities</i> | <i>State Annuities</i> | <i>Total Annual Retirement Allowances</i> |
|--|---------------|---------------------------|------------------------|---|
| Retired on account of Superannuation:                          |               |                           |                        |   |
| Regular Benefits .....   | 12,193        | \$5,744,012               | \$15,673,865           | \$21,417,877                              |
| Optional Benefits:   |               |                           |                        |   |
| Annuitants in receipt of benefits .                            | 3,143         | 1,327,254                 | 3,730,306              | 5,057,560                                 |
| Beneficiaries in receipt of benefits .....                     | 516           | 116,964                   | 292,865                | 409,829                                   |
| Retired on account of Disability:                              |               |                           |                        |   |
| Regular Benefits .....   | 688           | 120,944                   | 412,825                | 533,769                                   |
| Optional Benefits:   |               |                           |                        |   |
| Annuitants in receipt of benefits .                            | 347           | 82,508                    | 243,297                | 325,805                                   |
| Annuities in lieu of return of accumulated contributions ..... | 9             | 1,147                     |                        | 1,147                                     |
| Total .....  | 16,896        | \$7,392,829               | \$20,353,158           | \$27,745,987                              |

RECEIPTS AND DISBURSEMENTS OF THE PUBLIC SCHOOL EMPLOYEES'  
RETIREMENT FUND  
FOR THE YEAR ENDING JUNE 30, 1960

Cash Balance June 30, 1959 ..... \$3,272,289.72

*RECEIPTS*

|  |                |
|--|----------------|
| Return of Contributions .....                | \$427,439.68   |
| Contributions from Members .....             | 26,835,763.26  |
| Contributions from School Districts .....    | 30,530,306.14  |
| State Appropriation .....                    | 43,490,572.67  |
| Interest—Savings—Investments .....           | 12,358,720.75  |
| Interest—Reserve—Investments .....           | 12,874,523.53  |
| Maturities—Savings .....                     | 69,608,131.50  |
| Maturities—Reserve .....                     | 92,668,383.69  |
| Refund of Expenditures                       |                |
| Savings Fund .....                           | 21,457.88      |
| Super P.E. ....                              | 59,722.79      |
| Super N.E. ....                              | 20,056.78      |
| Disability P.E. ....                         | 1,720.33       |
| Disability N.E. ....                         | 6,734.12       |
| Withdrawal Annuity P.E. ....                 | 284.44         |
| Withdrawal Annuity N.E. ....                 | 4,111.43       |
| Refunded to Districts—N.E. ....              | .13            |
| Refunded to Contributor—N.E. ....            | 348.54         |
| Increased Retirement Allowance—Act 554 ..... | 738,240.44     |
| Mortgage Insurance Premium .....             | 8,346.51       |
| Service Fees .....                           | -420,433.89    |
|  | 289,234,430.72 |

\$292,506,720.44

*DISBURSEMENTS*

|   |                |
|---|----------------|
| Refund Annuity .....                        | \$1,148.88     |
| Superannuation P.E. ....                    | 20,261,378.22  |
| Act—554 .....                               | 686,518.45     |
| Superannuation N.E. ....                    | 8,544,221.92   |
| Act—554 .....                               | 195,845.77     |
| Disability P.E. ....                        | 410,050.38     |
| Disability N.E. ....                        | 613,969.80     |
| Withdrawal P.E. ....                        | 115,799.27     |
| Withdrawal N.E. ....                        | 2,996,082.70   |
| Refunds—Principal .....                     | 3,982,796.97   |
| Interest .....                              | 478,773.48     |
| Investments—Savings—Par .....               | 107,334,195.36 |
| Premium .....                               | -438,732.40    |
| Acc. Int. ....                              | 179,380.89     |
| Investments—Reserve—Par .....               | 146,377,422.12 |
| Premium .....                               | -1,020,633.87  |
| Acc. Int. ....                              | 238,250.55     |
| Paid to State Retirement Fund .....         | 2,857.01       |
| Refunded to School Districts N.E. ....      | 12,328.56      |
| Paid to Auditor General's Dept. ....        | 13,248.76      |
| Mortgage Debenture .....                    | 461.03         |
| Payment of Mortgage Insurance Premium ..... | 3,281.88       |
| Refunded to Contributor—Act 202 .....       | 44,612.92      |
|   | 291,033,258.65 |

|   |                |
|---|----------------|
| Cash Balance June 30, 1960 .....              | \$1,473,461.79 |
| Par Value of Investments June 30, 1960 .....  | 824,028,509.13 |
| Book Value of Investments June 30, 1960 ..... | 822,759,570.40 |
| Profit and Loss June 30, 1960 .....           | 264,743.94     |



## THE PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND

The Public School Employees' Retirement Fund consists of all monies in the accounts in the State Treasury, set apart to pay, under the direction of the Retirement Board, the retirement annuities, and return of contributions of members of the Public School Employees' Retirement Association.

The accounts of the Public School Employees' Retirement System consist of the Contingent Reserve Account, State Annuity Reserve Account, Employees' Annuity Savings Account and Employees' Annuity Reserve Account.

### SUMMARY SHOWING RECEIPTS AND DISBURSEMENTS OF THE ACCOUNTS FOR YEAR ENDING JUNE 30, 1960 CONTINGENT RESERVE ACCOUNT

The Contingent Reserve Account is the account to which are credited all contributions of the State and local districts on account of New Entrants and from which are transferred at retirement, the reserves for State annuities to retired New Entrants.

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| <i>Receipts</i>                           |                  |
|---|------------------|
| Balance in Account on June 30, 1959 ..... | \$355,614,400.78 |
| Receipts for 1959-60 Year .....           | 179,239,793.28   |
| Total Receipts .....                      | \$534,854,194.06 |

  

| <i>Disbursements</i>                                      |                  |
|---|------------------|
| Disbursements for 1959-60 Year .....                      | \$247,396,604.42 |
| Balance in Contingent Reserve Account on June 30, 1960 .. | 287,457,589.64   |

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### STATE ANNUITY RESERVE ACCOUNT

Upon retirement of a New Entrant, the reserve accumulated from State contributions on his behalf in the Contingent Reserve Account is transferred to the State Annuity Reserve Account, the account from which his State Annuity is paid.

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| <i>Receipts</i>                           |                  |
|---|------------------|
| Balance in Account on June 30, 1959 ..... | \$53,383,311.46  |
| Receipts for 1959-60 Year .....           | 150,948,372.89   |
| Total Receipts .....                      | \$204,331,684.35 |

  

| <i>Disbursements</i>                                      |                  |
|---|------------------|
| Disbursements for 1959-60 Year .....                      | \$25,398,566.62  |
| Balance in State Annuity Reserve Account on June 30, 1960 | \$178,933,117.73 |

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### EMPLOYEES' ANNUITY SAVINGS ACCOUNT

The Employees' Annuity Savings Account is the account to which are credited all members' contributions with interest and from which are paid all contributions to members leaving service without annuities. At retirement the members' contributions are used to provide a life annuity.

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| <i>Receipts</i>                           |                         |
|---|-------------------------|
| Balance in Account on June 30, 1959 ..... | \$265,568,989.38        |
| Receipts for 1959-60 year .....           | 108,713,680.68          |
| <b>Total Receipts .....</b>               | <b>\$374,282,670.06</b> |

  

| <i>Disbursements</i>  |                  |
|---|------------------|
| Disbursements for 1959-60 Year .....                                    | \$86,550,208.47  |
| Balance in Employees' Annuity Savings Account on June 30,<br>1960 ..... | \$287,732,461.59 |

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### EMPLOYEES' ANNUITY RESERVE ACCOUNT

At retirement, the members' contributions accumulated with interest are transferred to the Employees' Annuity Reserve Account and set up as a reserve from which his employe annuity is paid.

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| <i>Receipts</i>                           |                        |
|---|------------------------|
| Balance in Account on June 30, 1959 ..... | \$61,754,166.42        |
| Receipts for 1959-60 year .....           | 16,964,379.24          |
| <b>Total Receipts .....</b>               | <b>\$78,718,545.66</b> |

  

| <i>Disbursements</i>  |                 |
|---|-----------------|
| Disbursements for 1959-60 year .....                                    | \$8,608,682.43  |
| Balance in Employees' Annuity Reserve Account on June 30,<br>1960 ..... | \$70,109,863.23 |

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## AMOUNTS IN THE VARIOUS ACCOUNTS ON JUNE 30, 1960

|  |                  |                  |
|--|------------------|------------------|
| Contingent Reserve Account .....         |                  | \$287,457,589.64 |
| State Annuity Reserve Account .....      |                  | 178,933,117.73   |
| Employees' Annuity Savings Account ..... |                  | 287,732,461.59   |
| Employees' Annuity Reserve Account ..... |                  | 70,109,863.23    |
| Total .....                              |                  | \$824,233,032.19 |
| Book Value of Investments .....          | \$822,759,570.40 |                  |
| Cash in Banks .....                      | 1,473,461.79     |                  |
|  | \$824,233,032.19 |                  |
| Par Value of Investments .....           |                  | \$824,028,509.13 |

## SUMMARY OF SECURITIES HELD BY THE STATE TREASURER FOR THE PUBLIC SCHOOL EMPLOYEES' RETIREMENT BOARD AS OF JULY 1, 1960

| <i>Description</i>  | <i>Book Value</i> | <i>Par Value</i> |
|---|-------------------|------------------|
| FHA & VA Mortgages .....                                      | \$102,994,521.95  | \$105,761,391.59 |
| School District, City, Township, County and State Bonds ..... | 11,323,563.78     | 11,255,900.00    |
| United States Treasury Bonds .....                            | 144,311,003.29    | 145,428,034.54   |
| Commonwealth of Pennsylvania Bonds .....                      | 117,839,600.00    | 117,839,600.00   |
| Corporate Bonds .....   | 446,290,881.38    | 443,743,583.00   |
| Total .....   | \$822,759,570.40  | \$824,028,509.13 |
| Cash in Banks .....   | 1,473,461.79      |                  |
| Total .....   | \$824,233,032.19  |                  |

## FORMER TEACHERS' FUND

Act No. 569, P. L. 1759, which was enacted on May 15, 1929, amended the Retirement Law providing that "Any person sixty-two years of age or older who was a classroom teacher, principal, supervising principal or superintendent in the public schools of Pennsylvania for at least twenty years, and who separated from school service for any reason prior to the first day of July, one thousand nine hundred and nineteen; or any person who was a classroom teacher, principal, supervising principal or superintendent in the public schools of Pennsylvania for at least fourteen years, and who separated from school service because of physical or mental disability prior to the first day of July, one thousand nine hundred and nineteen, and who is still unable to teach because of such disability, shall receive a State Compensation equal to one-eightieth of his or her final salary for each year of school service."

A special State Appropriation of \$113,400 was made for the Former Teachers' Fund to pay the compensation authorized for the 1959-61 biennium.

To June 1, 1960, a total of 1,007 applications for compensation under this amendment had been approved by the Retirement Board; 925 former teachers who had been granted compensation died, leaving 82 who were on the payroll on June 1, 1960 in the total amount of \$3,875.26 for the month of June 1960.

Beginning with September 1949 the minimum compensation paid former teachers from the Former Teachers' Fund became \$50.00 per month.

Respectfully submitted,

CHARLES H. BOEHM, *Chairman*

REX T. WRYE, *Secretary*

SCHEDULE SHOWING NUMBER OF MEMBERS, NEW MEMBERS, WITHDRAWALS AND RETURNED TO SERVICE, DEATHS,  
WITHDRAWALS AND NET MEMBERSHIP AS OF EACH YEAR INDICATED

| Year    | Number of Members<br>as of June 30 of<br>Previous Years |         |         | New Members |        |        | Withdrawals<br>Returned Service |    |       | Deaths |     |       | Withdrawals |       |       | Net Membership<br>June 30 |         |         |
|---------|---|---------|---------|-------------|--------|--------|---------------------------------|----|-------|--------|-----|-------|-------------|-------|-------|---------------------------|---------|---------|
|         | PE  | NE      | Total   | PE          | NE     | Total  | PE                              | NE | Total | PE     | NE  | Total | PE          | NE    | Total | PE                        | NE      | Total   |
| 1919... | .....   | .....   | .....   | .....       | .....  | .....  | ..                              | .. | ..    | ...    | ... | ...   | ...         | ....  | ....  | 20,725                    | 16,778  | 37,503  |
| 1925... | 17,973  | 36,704  | 54,677  | 306         | 9,580  | 9,886  | 38                              | 27 | 65    | 175    | 90  | 265   | 1,069       | 4,885 | 5,954 | 17,073                    | 41,336  | 58,409  |
| 1930... | 16,605  | 54,708  | 71,313  | 48          | 7,790  | 7,838  | 6                               | 35 | 41    | 190    | 102 | 292   | 201         | 5,766 | 5,967 | 16,268                    | 56,665  | 72,933  |
| 1935... | 16,136  | 58,550  | 74,686  | 193         | 5,940  | 6,133  | 5                               | 10 | 15    | 249    | 121 | 370   | 103         | 5,096 | 5,199 | 15,982                    | 59,283  | 75,265  |
| 1940... | 15,953  | 65,659  | 81,612  | 558         | 3,886  | 4,444  | ..                              | .. | ..    | 296    | 165 | 461   | 65          | 2,781 | 2,846 | 16,150                    | 66,599  | 82,749  |
| 1945... | 14,864  | 73,372  | 88,236  | 28          | 5,077  | 5,105  | ..                              | .. | ..    | 354    | 238 | 592   | 30          | 3,000 | 3,030 | 14,508                    | 75,211  | 89,719  |
| 1950... | 14,077  | 76,959  | 91,036  | 908         | 5,540  | 6,448  | ..                              | .. | ..    | 386    | 291 | 677   | 116         | 5,427 | 5,543 | 14,483                    | 76,781  | 91,264  |
| 1955... | 14,468  | 90,401  | 104,869 | 48          | 8,853  | 8,901  | ..                              | .. | ..    | 433    | 330 | 763   | 19          | 3,650 | 3,669 | 14,064                    | 95,274  | 109,338 |
| 1956... | 14,064  | 95,274  | 109,338 | 45          | 9,897  | 9,924  | ..                              | .. | ..    | 439    | 381 | 820   | 15          | 4,122 | 4,137 | 13,655                    | 100,650 | 114,305 |
| 1957... | 13,655  | 100,650 | 114,305 | 59          | 11,563 | 11,622 | ..                              | .. | ..    | 378    | 404 | 782   | 20          | 6,445 | 6,465 | 13,316                    | 105,364 | 118,680 |
| 1958... | 13,316  | 105,364 | 118,680 | 103         | 14,101 | 14,204 | ..                              | .. | ..    | 569    | 490 | 1,059 | 15          | 4,562 | 4,577 | 12,835                    | 114,413 | 127,248 |
| 1959... | 12,835  | 114,413 | 127,248 | 7           | 13,945 | 13,952 | ..                              | .. | ..    | 458    | 530 | 988   | 6           | 5,583 | 5,589 | 12,378                    | 122,245 | 134,623 |
| 1960... | 12,378  | 122,245 | 134,623 | 3           | 15,172 | 15,175 | ..                              | .. | ..    | 446    | 564 | 1,010 | 10          | 7,564 | 7,574 | 11,925                    | 129,289 | 141,214 |

SCHEDULE SHOWING NUMBER OF SUPERANNUATION AND DISABILITY ANNUITANTS, DEATHS AND RETURNED TO SERVICE

| Year                            | Number of Superannuation Annuity | Number of Disability Annuity | Automatic I-C | Superannuation Annuity Deaths | Disability Annuity Deaths | Superannuation Annuity Returned to Service | Disability Annuity Returned to Service | Superannuation Annuity June 30 | Disability Annuity June 30 | Total Paid Superannuation Annuity | Total Paid Disability Annuity |
|---------------------------------|----------------------------------|------------------------------|---------------|-------------------------------|---------------------------|--|--|--------------------------------|----------------------------|-----------------------------------|-------------------------------|
| <i>Present Employee Members</i> |                                  |                              |               |                               |                           |  |  |                                |                            |                                   |                               |
| 1920                            | 204                              | 50                           | —             | 11                            | 8                         | —  | —                                      | 193                            | 42                         |                                   |                               |
| 1925                            | 226                              | 79                           | —             | 46                            | 15                        | 9  | —                                      | 967                            | 239                        | \$25,723.90                       | \$5,892.81                    |
| 1930                            | 139                              | 60                           | —             | 95                            | 14                        | 5  | 20                                     | 1,632                          | 407                        | 348,365.11                        | 74,258.25                     |
| 1935                            | 367                              | 61                           | —             | 132                           | 19                        | 3  | 5                                      | 2,743                          | 574                        | 1,061,961.01                      | 168,261.60                    |
| 1940                            | 458                              | 52                           | —             | 188                           | 21                        | 3  | 8                                      | 3,835                          | 677                        | 2,172,393.93                      | 279,737.39                    |
| 1945                            | 390                              | 31                           | —             | 246                           | 40                        | 1  | 6                                      | 5,029                          | 689                        | 3,539,219.91                      | 358,804.54                    |
| 1950                            | 326                              | 33                           | —             | 293                           | 45                        | 1  | 6                                      | 6,005                          | 672                        | 5,247,752.77                      | 437,573.42                    |
| 1955                            | 772                              | 2                            | —             | 373                           | 29                        | 6  | 1                                      | 8,712                          | 539                        | 7,355,623.02                      | 616,541.18                    |
| 1956                            | 676                              | 5                            | —             | 363                           | 33                        | 7  | 2                                      | 9,060                          | 506                        | 13,633,592.80                     | 498,970.75                    |
| 1957                            | 599                              | 3                            | 26            | 314                           | 27                        | 12   | 1                                      | 9,292                          | 480                        | 14,925,627.70                     | 466,840.15                    |
| 1958                            | 675                              | 0                            | 28            | 507                           | 29                        | 11   | 0                                      | 9,505                          | 453                        | 17,222,790.70                     | 505,345.96                    |
| 1959                            | 738                              | 1                            | 20            | 397                           | 36                        | 3  | 0                                      | 9,828                          | 415                        | 18,252,750.26                     | 484,607.48                    |
| 1960                            | 603                              | 1                            | 18            | 400                           | 26                        | 6  | 4                                      | 9,969                          | 386                        | 19,644,205.48                     | 446,359.26                    |
|                                 |                                  |                              |               |                               |                           |  |  |                                |                            | 20,947,896.67                     | 410,050.38                    |
| <i>New Entrant Members</i>      |                                  |                              |               |                               |                           |  |  |                                |                            |                                   |                               |
| 1928                            | 2                                | 3                            | —             | —                             | —                         | —  | —                                      | 2                              | 3                          |                                   | 622.79                        |
| 1930                            | 4                                | 7                            | —             | —                             | —                         | —  | —                                      | 11                             | 12                         | 885.06                            | 4,026.22                      |
| 1935                            | 26                               | 19                           | —             | 2                             | 1                         | 1  | 5                                      | 80                             | 61                         | 18,361.47                         | 26,803.41                     |
| 1940                            | 51                               | 39                           | —             | 12                            | 4                         | —  | 9                                      | 227                            | 176                        | 70,511.50                         | 79,468.15                     |
| 1945                            | 95                               | 47                           | —             | 26                            | 13                        | 1  | 17                                     | 642                            | 265                        | 231,399.72                        | 141,881.41                    |
| 1950                            | 105                              | 46                           | —             | 61                            | 15                        | 1  | 15                                     | 1,077                          | 401                        | 593,433.49                        | 243,549.02                    |
| 1955                            | 339                              | 59                           | —             | 88                            | 21                        | 1  | 6                                      | 2,065                          | 520                        | 1,892,099.53                      | 416,365.68                    |
| 1956                            | 420                              | 71                           | —             | 111                           | 27                        | 4  | 8                                      | 2,384                          | 555                        | 2,505,791.44                      | 460,289.65                    |
| 1957                            | 500                              | 40                           | 38            | 105                           | 23                        | 3  | 8                                      | 2,762                          | 558                        | 3,901,652.93                      | 498,251.33                    |
| 1958                            | 607                              | 68                           | 71            | 138                           | 31                        | 7  | 6                                      | 3,242                          | 589                        | 5,320,118.02                      | 561,978.53                    |
| 1959                            | 909                              | 48                           | 39            | 188                           | 25                        | 4  | 9                                      | 3,939                          | 604                        | 7,352,784.46                      | 572,278.88                    |
| 1960                            | 1,009                            | 59                           | 66            | 138                           | 27                        | 4  | 8                                      | 4,632                          | 618                        | 8,740,067.69                      | 613,969.80                    |

SCHEDULE SHOWING AVERAGE ANNUITIES PAID, AVERAGE YEARS OF SERVICE AND AVERAGE AGE AT RETIREMENT AS OF EACH YEAR INDICATED

| Year                            | Average Super-<br>annuation Annuities<br>For Year | Average Disability<br>Annuities for Year | Average Years of<br>Service of Super-<br>annuation Annu-<br>tants | Average Years of<br>Service of Dis-<br>ability Annuitants | Average Age at<br>Which Superan-<br>nuation Annuitants<br>Retire | Average Age at<br>Which Disability<br>Annuitants<br>Retire |
|---------------------------------|---|--|---|---|--|--|
| <i>Present Employee Members</i> |   |  |   |   |  |  |
| 1920                            | \$284.31  | \$263.05                                 |   |   |  |  |
| 1925                            | 555.96  | 399.01                                   | 38  | 25  | 70   | 49   |
| 1930                            | 752.72  | 513.54                                   | 38  | 25  | 67   | 49   |
| 1935                            | 943.18  | 628.93                                   | 38  | 28  | 66   | 49   |
| 1940                            | 1,036.14  | 719.48                                   | 39  | 28  | 66   | 54   |
| 1945                            | 1,125.17  | 782.90                                   | 40  | 30  | 66   | 52   |
| 1950                            | 1,040.93  | 770.55                                   | 40  | 30  | 66   | 54   |
| 1955                            | 2,236.45  | 909.66                                   | 40  | 33  | 65   | 56   |
| 1956                            | 2,300.39  | 1,156.18                                 | 39  | 29  | 66   | 58   |
| 1957                            | 2,330.07  | 877.91                                   | 39  | 29  | 64   | 58   |
| 1958                            | 2,596.47  | 877.91                                   | 40  | 22  | 64   | 60   |
| 1959                            | 2,676.05  | 877.91                                   | 41  | 18  | 65   | 60   |
| 1960                            | 2,898.15  | 1,084.44                                 | 40  | 18  | 65   | 60   |
|                                 |   | 402.84                                   | 43  | 28  | 66   | 53   |
|                                 |   |  |   | 17  | 66   | 53   |
| <i>New Entrant Members</i>      |   |  |   |   |  |  |
| 1928                            | 94.16   | 305.79                                   |   |   |  |  |
| 1930                            | 220.06  | 435.21                                   | 10  | 10  | 70   |  |
| 1935                            | 294.59  | 412.44                                   | 11  | 11  | 68   | 35   |
| 1940                            | 308.88  | 472.67                                   | 14  | 13  | 68   | 37   |
| 1945                            | 348.61  | 519.62                                   | 15  | 15  | 68   | 42   |
| 1950                            | 485.22  | 654.05                                   | 17  | 18  | 68   | 43   |
| 1955                            | 1,291.37  | 1,083.35                                 | 19  | 21  | 68   | 46   |
| 1956                            | 1,527.20  | 1,179.58                                 | 26  | 21  | 67   | 49   |
| 1957                            | 1,665.63  | 1,173.88                                 | 27  | 21  | 65   | 50   |
| 1958                            | 1,751.26  | 1,206.59                                 | 28  | 21  | 64   | 52   |
| 1959                            | 1,627.93  | 1,273.66                                 | 29  | 21  | 63   | 52   |
| 1960                            | 1,746.01  | 1,273.85                                 | 27  | 18  | 64   | 51   |
|                                 |   |  | 27  | 20  | 61   | 54   |
|                                 |   |  |   | 19  | 65   | 52   |

SCHEDULE SHOWING NUMBER OF WITHDRAWAL ANNUITANTS,  
DEATHS AND RETURNED TO SERVICE

*Year—1960*

|  |                |
|--|----------------|
| Number of Present Employe Withdrawal Annuityants .....           | 2              |
| Number of New Entrant Withdrawal Annuityants .....               | 147            |
| Present Employe Withdrawal Annuityants—Number of Deaths .....    | 0              |
| New Entrant Withdrawal Annuityants—Number of Deaths .....        | 17             |
| Present Employe Withdrawal Annuityants Returned to Service ..... | 2              |
| New Entrant Withdrawal Annuityants Returned to Service .....     | 8              |
| Present Employe Withdrawal Annuityants .....                     | 90             |
| New Entrant Withdrawal Annuityants .....                         | 904            |
| Total Paid—Present Employe Withdrawal Annuityants .....          | None           |
| Total Paid—New Entrant Withdrawal Annuityants .....              | \$1,855,640.16 |
| Automatic I-C Present Employe Withdrawal Annuityants .....       | 0              |
| Automatic I-C New Entrant Withdrawal Annuityants .....           | 94             |

(Death benefits paid in accordance with Act 543 of 1956 are not included in this table.)

SCHEDULE SHOWING AVERAGE WITHDRAWAL ANNUITIES PAID,  
AVERAGE YEARS OF SERVICE AND AVERAGE AGE AT WITHDRAWAL

*Year—1960*

|   |            |
|---|------------|
| Average Present Employe Withdrawal Annuities for Year .....                     | \$1,942.20 |
| Average New Entrant Withdrawal Annuities for Year .....                         | 1,537.73   |
| Average Years of Service of Present Employe Withdrawal Annuities ...            | 31         |
| Average Years of Service of New Entrant Withdrawal Annuityants .....            | 29         |
| Average Age at Which Present Employe Withdrawal Annuityants With-<br>draw ..... | 59         |
| Average Age at Which New Entrant Withdrawal Annuityants Withdraw                | 53         |



TABLE 3  
**VALUATION BALANCE SHEET**  
 SHOWING FINANCIAL CONDITION OF THE  
 PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM OF PENNSYLVANIA  
 AS OF JUNE 30, 1960

| ASSETS  |                 |
|---|-----------------|
| Present Assets:   |                 |
| Employees' Annuity Savings Account:   |                 |
| Credited to account .....   | \$287,732,462   |
| Add amount transferable from Contingent Reserve Account for interest deficit to June 30, 1960 .....                                   | 2,195,725       |
|   | \$289,928,187   |
| Employees' Annuity Reserve Account:   |                 |
| Credited to account .....   | \$70,109,863    |
| Add amount transferable from Contingent Reserve Account for interest deficit to June 30, 1960 and to place reserves on 1955 tables... | 2,472,813       |
|   | 72,582,676      |
| State Annuity Reserve Account:  |                 |
| Credited to account .....   | \$195,362,536   |
| Add amount transferable from Contingent Reserve Account for interest deficit to June 30, 1960 and to place reserves on 1955 tables... | 5,222,115       |
|   | 200,584,651     |
| Contingent Reserve Account:   |                 |
| Credited to account .....   | \$271,028,171   |
| Deduct amount transferable to other accounts for interest deficit to June 30, 1960, and to place reserves on 1955 tables .....        | 9,890,653       |
|   | 261,137,518     |
| Present value of prospective contributions payable to Contingent Reserve Account including contributions accrued and unpaid .....     | 720,188,330     |
| Total Assets .....  | \$1,544,421,362 |

TABLE 3  
**VALUATION BALANCE SHEET**  
 SHOWING FINANCIAL CONDITION OF THE  
 PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM OF PENNSYLVANIA  
 AS OF JUNE 30, 1960

| LIABILITIES  |                 |
|--|-----------------|
| Present value of benefits on account of which contributions have been accumulated to date in the Employees' Annuity Savings Account .....  | \$289,928,187   |
| Present value of members' annuities now payable to annuitants and beneficiaries from the Employees' Annuity Reserve Account :  |                 |
| Superannuation and early service .....   | \$70,610,563    |
| Disability .....   | 1,961,279       |
| Annuities in lieu of return of accumulated deductions .....  | 10,834          |
| Total Employees' Annuity Reserve Account .....   | 72,582,676      |
| Present value of State annuities now payable to annuitants and beneficiaries from the State Annuity Reserve Account:   |                 |
| Superannuation and early service .....   | \$194,054,354   |
| Disability .....   | 6,530,297       |
| Total State Annuity Reserve Account .....  | 200,584,651     |
| Present value of prospective State annuities payable to contributors or their beneficiaries from reserves created in the Contingent Reserve Account as the result of contributions payable by the State: |                 |
| Superannuation and early service .....   | \$939,932,100   |
| Disability .....   | 41,393,748      |
| Total Contingent Reserve Account .....   | 981,325,848     |
| Total Liabilities .....  | \$1,544,421,362 |

MEMORANDUM FOR THE RECORD

DATE: 10/10/50  
TO: THE RECORDS SECTION  
FROM: [Illegible]

SUBJECT: [Illegible]

[Illegible text]

[Illegible text]

[Illegible text]

[Illegible text]

[Illegible text]

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