

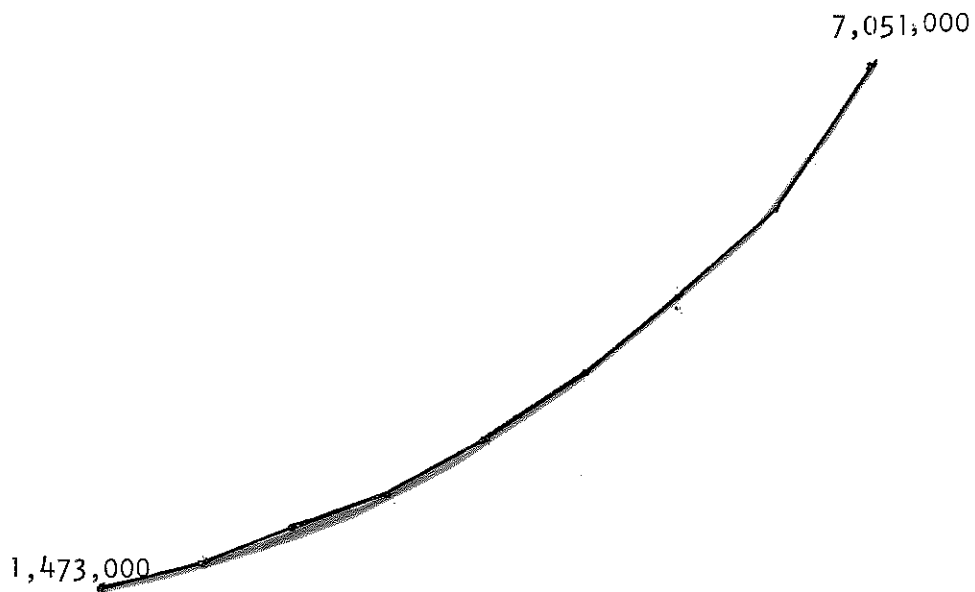
1965

OFFICIAL COPY

POLICE AND FIRE RETIREMENT PLAN

ANNUAL REPORT

FOR PERIOD JULY 1, 1964 TO DECEMBER 31, 1965



POLICE AND FIRE DEPARTMENT RETIREMENT PLAN

RETIREMENT BOARD

The Retirement Plan is administered by a five member Board composed of two representatives from the City Council, a representative from the Civil Service Commission and two representatives who are city employees, one from the Police Department and one from the Fire Department.

In accordance with Section 2222.1 of the San Jose Municipal Code, "A Board of Administration for Police and Fire Department Retirement Plan, hereinafter in this Topic referred to as the 'Board' is hereby created and established." As of December 31, 1965, the members were as follows:

- BARTON L. COLLINS - First elected as a representative of the employees of the Police Department on September 26, 1956, Chief Collins serves as the President of the Board. His present term expires October 10, 1968.
- WILLIAM F. WESTON - He is a member of the Civil Service Commission and serves on the Board at the pleasure of that Body. He was first appointed on March 8, 1948.
- VIRGINIA C. SHAFFER - She is a member of the City Council and is one of its official representatives on the Board. She became a member of the Board on May 28, 1962.
- CLYDE L. FISHER - He is a member of the City Council and is one of its official representatives on the Board. He became a member of the Board on July 9, 1962.
- RAYMOND E. JONES - Elected as a representative of the employees of the Fire Department on October 11, 1962, Captain Jones serves as a member of the Board and his present term expires on October 1, 1966.

The Board meets on the second Tuesday of each month, and holds special meetings as the occasion demands. The meetings are currently held in the Council Offices, City Hall, at 4:00 p.m. Members of the Retirement Plan may attend any of the meetings.

POLICE AND FIRE DEPARTMENT RETIREMENT PLAN

Financial Report
as of December 31, 1965

ASSETS:

Cash in Bank	\$ 184,755	
Interest Receivable	75,245	
Investments	<u>7,051,530</u>	
Total Assets		<u>\$7,311,530</u>

LIABILITIES: FUND BALANCE

\$7,311,530

STATEMENT OF CHANGES IN FUND BALANCE, 7-1-64 TO 12-31-65:

Fund Balance, 7-1-64		\$5,576,857
Add Revenues:		
Employees' Contributions:		
Old Plan	\$ 8,268	
New Plan	327,949	
City's Contributions:		
Old Plan, Current Service	22,055	
Old Plan, Prior Service	10,784	
New Plan, Current Service	871,621	
New Plan, Prior Service	390,470	
Income on Investments	<u>391,361</u>	
Total Added Revenues		\$2,022,508
Subtract:		
Pensions and Survivor Benefits Paid	259,980	
Contribution Refunds	24,503	
Loss on Sale of Securities	<u>3,352</u>	
		<u>(\$ 287,835)</u>
Fund Balance, 12-31-65		<u>\$7,311,530</u>

POLICE AND FIRE DEPARTMENT RETIREMENT PLAN

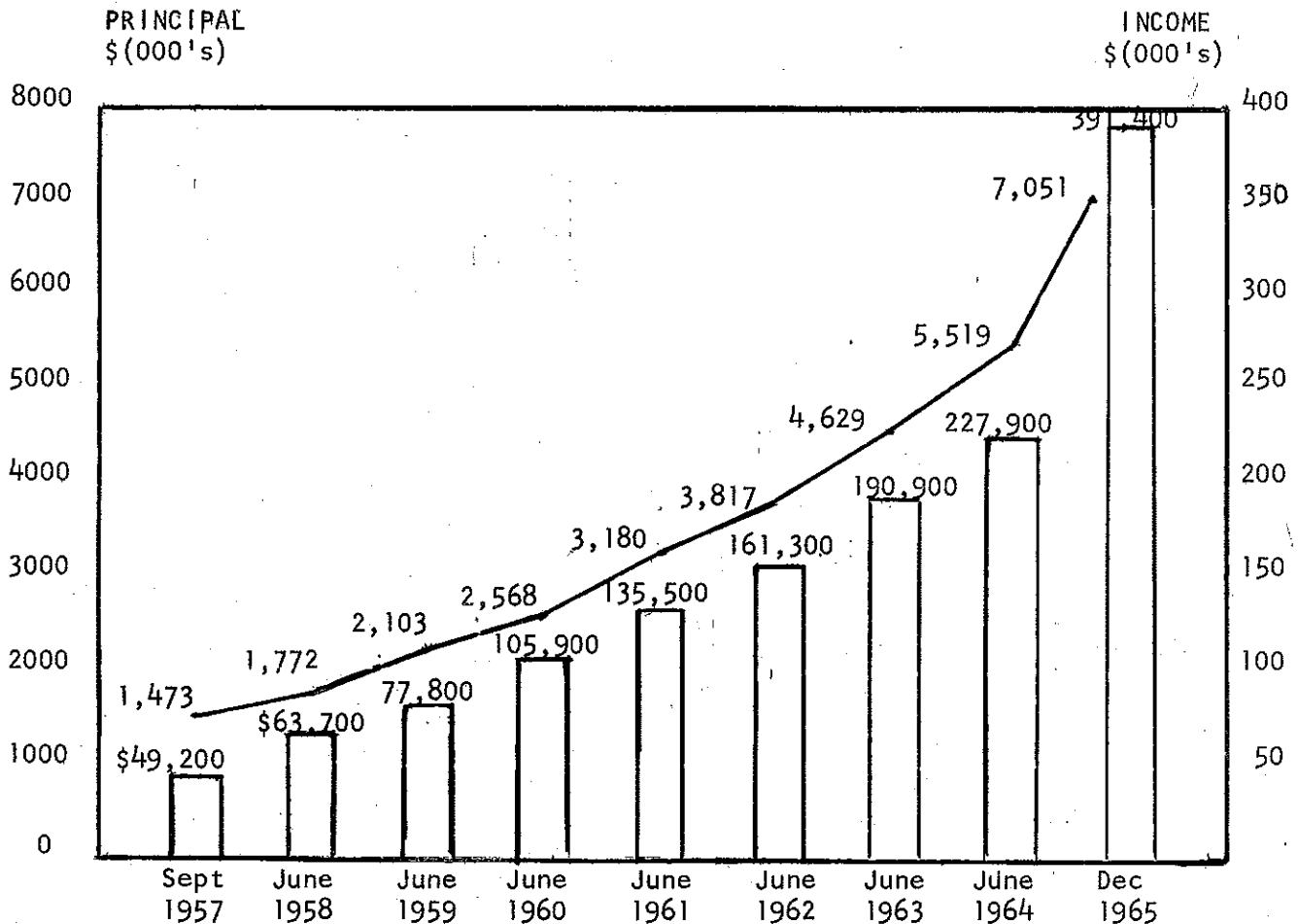
INVESTMENT COUNSEL REPORT
JULY 1, 1964 to DECEMBER 31, 1965

During the reporting period, a total of \$1,537,000 was added to the Police and Fire Department Retirement Plan to bring the Plan's investments, on a cost basis, to a new total of \$7,051,000. The net income for the period was increased \$78,800 to bring the total income to \$391,400 (18 months). The annual return, based on cost, equated to a 4.29% rate for the entire portfolio on December 31, 1965. Gross purchases during the period totaled \$2,413,000 and provided a 4.57% return.

An analysis of the period under review shows that long-term yields, as measured by high quality utility bonds, were approximately 4.45% at the beginning of the 18-month period and remained at that rate or only slightly higher rates for over a year before increasing to approximately 4.90% at the end of the period.

It is interesting to note that the income of the Retirement Plan has increased more than six-fold during the last eight years.

INVESTMENTS AND INCOME
1957 - 1965



POLICE AND FIRE DEPARTMENT RETIREMENT PLAN
INVESTMENT HISTORY

SEPTEMBER, 1957 to DECEMBER 31, 1965
CUMULATIVE PERFORMANCE

<u>Period Ending</u>	<u>Investments at Cost</u>	<u>Income</u>	<u>Rate of Return</u>	<u>Cumulative Gain or Loss on Sales</u>
12-31-65	\$7,051,000	\$391,400	4.29%	\$14,880
6-30-64	5,519,000	227,900	4.14	18,232
6-30-63	4,629,000	190,900	4.14	16,857
6-30-62	3,817,000	161,300	4.23	2,416
6-30-61	3,180,000	135,500	4.27	2,388
6-30-60	2,568,000	105,900	4.11	(5,682)
6-30-59	2,103,000	77,800	3.69	(8,152)
6-30-58	1,772,000	63,700	3.58	(5,034)
Sept-57	1,473,000	49,200	3.34	-

ANNUAL STATISTICS

<u>Ending</u>	<u>Investments Net Increase at Cost</u>	<u>Income Net Increase</u>
12-31-65	\$1,637,000	\$78,800
6-30-64	889,000	37,000
6-30-63	798,000	29,600
6-30-62	637,000	25,800
6-30-61	603,000	29,600
6-30-60	462,000	33,300
6-30-59	334,000	15,900
6-30-58	304,000	19,400

GROSS PURCHASE HISTORY
SEPTEMBER, 1957 to DECEMBER 31, 1965

<u>Period Ending</u>	<u>Investments at Cost</u>	<u>Income</u>	<u>Rate of Return</u>
12-31-65	\$2,413,000	\$110,400	4.57%
6-30-64	967,000	40,000	4.14
6-30-63	1,353,000	55,600	4.11
6-30-62	680,000	27,400	4.03
6-30-61	873,000	40,100	4.59
6-30-60	805,000	40,500	5.03
6-30-59	475,000	19,000	4.07
6-30-58	583,000	24,000	4.20

POLICE AND FIRE DEPARTMENT RETIREMENT PLAN

RETIREMENT CODE AMENDMENTS
JULY 1, 1964 to DECEMBER 31, 1965

- Ordinance No. 12029 - dated 8-24-64, Changing annual report of Police and Fire Department Retirement Plan from a fiscal year basis to calendar year basis.
- Ordinance No. 12100 - dated 10-5-64, Amending Sections 2903.256, 257, 258 and 259 to increase in certain situations, survivorship benefits.
- Ordinance No. 12851 - dated 8-23-65, Re-established Police and Fire Department Board under the New City Charter.
- Ordinance No. 12998 - dated 12-16-65, Adding Section 2903.36 to provide termination from service upon ceasing to hold office or position in the Police or Fire Department, and provide transfer of member and contributions from Police and Fire Retirement Plan to Federated City Employees Retirement System.
- Ordinance No. 12999 - dated 12-16-65, Adding Section 2903.304 providing for transfer of contributions from Police and Fire Retirement Plan to Federated City Employees Retirement System where position held by member is abolished or discontinued and member is transferred to new position other than Police or Fire Department.

POLICE AND FIRE DEPARTMENT RETIREMENT PLAN

Pension and Survivor Benefits Paid
July 1, 1964 - December 31, 1965

<u>NAME</u>	<u>DATE RETIRED</u>	<u>TOTAL PAID DURING PERIOD</u>	<u>AMOUNT OF MONTHLY PENSION</u>
Emerson, R. M.	12-10-58	\$ 1,217.16	\$ 67.62
Terry, E. E.	9-1-43	1,726.56	95.92
Dennis, H. C.	4-1-39	1,755.00	97.50
Mauldin, W. P.	9-26-44	1,762.02	97.89
Fuller, P.	1-8-46	1,828.80	101.60
Wentzel, J.	7-11-44	1,845.90	102.55
Foley, R. J.	5-13-42	1,847.52	102.64
Santoro, L. S.	12-8-47	2,027.34	112.63
Hertell, C. A.	9-27-43	2,044.44	113.58
Volonte, L. J.	5-2-49	2,085.48	115.86
Siebuhr, L.	10-1-46	2,104.92	116.94
Murphy, P. F.	4-18-50	2,538.72	141.04
Kunze, B. E.	11-25-55	2,660.09	147.93
*Ogden, A. L.	*Survivor since 12-15-63	2,487.04	155.44
Morton, J. H.	1-14-52	2,926.08	162.56
Matranga, J.	2-1-53	3,071.70	170.65
Brown, W. C.	4-1-47	3,112.56	172.92
Humburg, W.	3-12-53	3,117.42	173.19
*Anderson, I. C.	*Survivor since 6-12-63	2,885.41	173.82
Basile, F.	1-14-52	3,363.30	186.85
Adams, H.	7-14-53	3,558.42	197.69
Schwandt, H. J.	1-1-57	3,727.26	207.07
Maclean, A. A.	11-27-57	3,736.44	207.58
Higgins, T. J.	8-1-53	3,761.10	208.95
Jones, I. A.	8-21-57	3,895.56	216.42
Morss, K. G.	9-20-57	3,911.58	217.31
Geptill, L. E.	7-1-54	3,918.06	217.67
Anderson, E. D.	8-1-55	4,077.72	226.54
Powers, J. J.	8-22-55	4,078.98	226.61
Anderson, H. H.	11-1-55	4,097.70	227.65
Salisbury, D. E.	2-1-59	4,145.76	230.32
Malpass, W. A.	10-7-56	4,227.30	234.85
Spadafore, C.	3-1-60	4,519.08	251.06
Emery, W.	5-26-60	4,554.18	253.01
Powers, E. W.	6-1-59	4,998.24	277.68
Garcia, S.	2-27-62	5,004.36	278.02
Holden, R. S.	4-26-62	5,634.54	280.45
Emery, L. W.	8-20-64	4,116.85	282.94
Russo, A. J.	8-29-62	5,116.50	284.25
Miller, E. C.	11-1-59	5,128.02	284.89

<u>NAME</u>	<u>DATE RETIRED</u>	<u>TOTAL PAID DURING PERIOD</u>	<u>AMOUNT OF MONTHLY PENSION</u>
Jennings, R. R.	9-5-60	\$ 5,276.52	\$ 293.14
Murray, C. A.	3-12-62	5,755.86	319.77
Edes, H. A.	7-1-62	5,859.00	325.50
Gray, R. T.	4-1-65	2,941.02	326.78
Conyers, Sr., F. E.	10-26-62	5,936.58	329.81
Murtha, V. D.	4-1-65	3,010.77	334.53
Quain, R. C.	4-1-63	6,055.92	336.44
Hoffman, V. D.	12-6-65		341.08
Flesner, F. J.	7-28-63	6,164.64	342.48
Gadsby, W. R.	9-1-63	6,186.96	343.72
Batti, G. J.	5-11-64	6,931.96	352.28
Blackwood, T. C.	11-1-64	5,053.58	360.97
Browder, S. D.	4-1-65	3,283.74	364.86
Wakeman, S. L.	4-1-65	3,314.52	368.28
Rebhan, B. E.	8-15-65	1,686.68	370.83
Davis, H.	9-1-65	1,485.28	371.32
*Sawyer, B. E.	*Survivor since 12-12-60	6,186.84	374.48
Kirby, H.	7-1-62	6,873.12	381.84
Campbell, L. A.	2-1-63	7,516.44	417.58
*Carrera, M.	*Survivor since 10-13-63	7,574.76	429.41
Pracna, E. S.	4-13-63	7,762.86	431.27
Parker, H. C.	5-1-64	7,921.62	440.09
Gilbert, A. J.	9-16-60	9,764.46	542.47
		<u>\$255,158.24</u>	<u>\$15,919.02</u>

DECEASED

YEAR DECEASED

Carter, J. M.	9.32	7-1-64
Fishel, R. H.	586.70	12-21-64
Ganshirt, P. A.	----	4-1-64
Gurgiolo, L.	----	2-5-64
O'Brien, L.	1,174.87	9-22-64
Plummer, C. A.	1,105.58	1-7-65
Stewart, G. L.	1,945.25	6-10-65
	<u>\$ 4,821.72</u>	

Total Pension & Survivor Benefits Paid
July 1, 1964 - December 31, 1965 \$259,979.96

POLICE AND FIRE DEPARTMENT RETIREMENT PLAN

Contributions Refunded
July 1, 1964 - December 31, 1965

<u>NAME</u>	<u>DEPARTMENT</u>	<u>CONTRIBUTION</u>	<u>INTEREST</u>	<u>TOTAL REFUND</u>
Sawyer, Eugene A.	Fire	\$ 2,313.60	\$ 287.76	\$ 2,601.36
Newton, Gerald N.	Police	158.89	.82	159.71
Lewis, Vernon	Police	56.51	.15	56.66
Cole, Robert	Police	254.48	21.71	276.19
Deitz, Ann	Police	885.48	36.98	922.46
Llorca, John E.	Fire	108.06	.36	108.42
Rossi, Iona G.	Police	2,373.06	302.56	2,675.62
Tucker, Paul K.	Police	353.79	12.41	366.20
McGarvey, Jr., Wm. J.	Fire	533.65	11.91	545.56
Joyce, Carole L.	Police	893.39	45.16	938.55
Redgwick, John L.	Police	77.06	.19	77.25
Buckalew, Runyan	Police	1,271.10	73.96	1,345.06
Gadd, Elmo D.	Police	167.68	10.13	177.81
Kahrs, James G.	Police	1,307.72	79.06	1,386.78
Wood, David S.	Police	820.89	23.64	844.53
James, Victor	Police	443.42	6.78	450.20
Saunders, Raymond	Fire	602.57	16.67	619.24
Filing, Paul M.	Police	244.77	12.50	257.27
Hallsworth, Eleanore	Police	639.03	38.79	677.82
Slattery, David	Police	709.49	16.91	726.40
Tracy, Charles	Police	1,944.55	168.58	2,113.13
Talbot, Guy	Fire	81.76	.27	82.03
Rennick, Virgil G.	Police	803.07	23.53	826.60
Svenson, Stanley R.	Police	478.38	16.08	494.46
Lunsford, Amos R.	Fire	<u>4,925.13</u>	<u>848.66</u>	<u>5,773.79</u>
		\$22,447.53	\$2,055.57	<u>\$24,503.10</u>

POLICE AND FIRE DEPARTMENT RETIREMENT PLAN

THE FOLLOWING PERSONS APPLIED FOR AND RECEIVED ENTITLEMENT FOR A MONTHLY RETIREMENT BENEFIT DURING THE PERIOD JULY 1, 1964 TO DECEMBER 31, 1965:

- GEORGE J. BATTI - Employed 9-19-29 to 5-11-64 in Fire Department. Was Fire Captain Served 34 years. Retired under provisions of Section 2903.206.
- TERENCE BLACKWOOD - Employed 12-1-28 to 11-1-64 in Police Department. Served 35 years. Retired under provisions of Section 2903.175.
- SAMUEL D. BROWDER - Employed 12-31-42 to 4-1-65 in Fire Department. Served 22 years. Retired under provisions of Section 2903.175.
- HARVEY DAVIS - Employed 12-16-25 to 9-1-65 in Fire Department. Served 39 years. Retired under provisions of Section 2903.175.
- LOUIS W. EMERY - Employed 9-30-48 to 8-20-64 in Police Department. Served 15 years. Retired under provisions of Section 2903.210.
- RAYMOND T. GRAY - Employed 8-3-27 to 4-1-65 in Police Department. Served 37 years. Retired under provisions of Section 2903.175.
- VERNON D. HOFFMAN - Employed 1-4-45 to 12-6-65 in Police Department. Served 20 years. Retired under provisions of Section 2903.208.
- VINCENT D. MURTHA - First employed in Fire Department on 10-10-35. Transferred to Communications Department 2-1-47 until retirement 4-1-65. Was Chief Operator in Communications. Served 27 years. Retired under provisions of Section 2903.175.
- BELA E. REBHAN - Employed 12-31-44 to 8-15-65 in Fire Department. Was Fire Captain. Served 20 years. Retired under provisions of Section 2903.208.
- SEYMOUR L. WAKEMAN - Employed 6-17-33 to 4-1-65 in Police Department. Served 31 years. Was Detective-Sergeant. Retired under provisions of Section 2903.175.

THE FOLLOWING PERSON DIED WHILE STILL IN SERVICE DURING THE PERIOD 7-1-64 to 12-31-65:

- AMOS R. LUNSFORD - Employed 12-1-28 to 6-25-65 in Fire Department. Was Battalion Chief. Served 36 years, died 6-25-65.

THE FOLLOWING PERSONS DIED AFTER RETIREMENT DURING THE PERIOD 7-1-64 to 12-31-65:

- JOEL CARTER - Former Assistant Police Chief entered Police Department 8-5-26, retired after 28 years, died 2-1-64.
- R. H. FISHEL - Entered Fire Department 9-1-20, retired after 20 years, died 12-21-64.
- LESTER O'BRIEN - Entered Fire Department 11-26-23, retired after 32 years, died 9-22-64..
- CHARLES PLUMMER - Former Fire Chief, Entered Fire Department 8-27-04, retired after 40 years, died 1-7-65.
- GILBERT STEWART - Former Fire Captain. Entered Fire Department 11-30-20, retired after 29 years, died 6-10-65.

POLICE AND FIRE RETIREMENT PLAN

HIGHLIGHTS OF THE PERIOD 7-1-64 TO 12-31-65

1. Yields on investments were approximately 4.45% at the beginning of the 18-month period and increased to about 4.90% at the end of the period.
2. Interest on investments averaged over \$21,000 per month for the 18-month period.
3. Payment of Pensions or Survivors Benefits were about \$15,000 per month during the reporting period.
4. Income of the Retirement Plan has increased more than six fold during the last eight years.
5. The fund balance as of December 31, 1965, was \$7,311,530.00.
6. During the reporting period twenty-three persons left the membership of the Retirement Plan and had their contributions refunded.
7. Five members died while on retirement and one while in service during the reporting period.
8. There are fifty-nine members and four survivors receiving benefits from the plan as of December 31, 1965.
9. Membership in the Plan increased from 654 in July, 1964, to 708 as of December 31, 1965, an increase of 54 members.