

MAINE STATE LEGISLATURE

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REPORT
of the
MAINE STATE RETIREMENT SYSTEM
for the
FISCAL BIENNIUM
ENDED JUNE 30, 1968

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MAINE STATE RETIREMENT SYSTEM

BOARD OF TRUSTEES

Raymond E. Jensen, Chairman, Portland

Fred M. Berry, Member, Augusta

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Henry A. Brann, M. D., Chairman and Secretary, Augusta

Paul D. Giddings, M. D., Member, Augusta

Charles E. Towne, M. D., Member, Waterville

Printing costs paid from Administrative Funds of the
Maine State Retirement System.

REPORT OF THE MAINE STATE RETIREMENT SYSTEM

FOR THE BIENNIUM ENDED JUNE 30, 1968

In accordance with the provisions of Maine Revised Statutes, Annotated, the report of the Maine State Retirement System for the biennium ended June 30, 1968 is hereby submitted.

The Maine State Retirement System Law was first enacted by a special session of the Legislature in 1942 and became effective as of July 1 that year. The System is administered by a Board of Trustees--seven in number: three members appointed by the Governor with the advice and consent of the Council; one member elected by the Maine Teachers Association; one member elected by the Maine State Employees Association; one member appointed by the governing body of the Maine Municipal Association; one member who is a recipient of a retirement allowance through the Maine State Retirement System selected by the foregoing members of the Board.

As this is a part-time Board, the actual day-by-day administration is conducted by the Executive Secretary and his staff. A Consulting Actuary is employed, under the provisions of the law, whose duty it is to make all computations of benefits provided for under the law and to determine what appropriation requests shall be made of the Legislature to maintain the System in a solvent position. A Medical Board consisting of three non-members is also provided for under the law. One of the duties of this Board is to determine the validity of disability and service incurred disability claims.

In addition to administering the basic Retirement Law, the department is also charged with administering the Group Life Insurance Plan, the Survivor Benefit Plan, Retirement Allowance Adjustments, and the Federal Social Security Plan as it applies to political subdivisions.

At its inception the Retirement System covered State employees and employees of such political subdivisions as might elect to join the System. As a result of amendments to the law the coverage is now extended to all public school teachers, and the growth in the membership has reached a point where we are now handling more than 45,000 open accounts.

The 103rd Legislature enacted legislation which provided for management and custody of the System's investments by a bank fiduciary, within the framework of the general investment policy of the Board of Trustees.

As a result of this legislation the Board entered into an agreement with the First National Bank of Boston - Old Colony Trust Company for the management and custody of all investments belonging to the Maine State Retirement System.

As of the close of the last fiscal year the total assets of the System were more than \$135,000,000.00.

The funds of the System are invested in bonds, mortgages, and equities. A detail of such investments is available upon request.

The current Retirement pay rolls are running close to \$13,000,000.00 annually, and the average monthly benefit being paid to retired State employees as of the end of June 1968 was \$160.72, and to teachers \$177.58.

The number of retired persons receiving benefits as of that date was 6,378.

Benefits paid under the Survivor Benefit plan were \$566,175.02 during the fiscal year ended June 30, 1968.

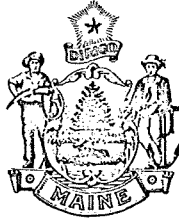
The function of this department with respect to the Social Security Program is as an agent to enter into Agreements with political subdivisions of the State of Maine and the collection of FICA taxes. We are presently under agreement for this purpose with some 549 reporting units consisting of counties, cities, towns and other quasi-municipal agencies. The benefit side of the program is handled entirely by the Social Security Administration.

The cost of administering the Social Security Program is prorated to and collected from the units under contract.

Tabulations and schedules included in this Report reflect the financial status of the System and offer information which we trust will be of interest to all participants in the various programs administered by this department, as well as to the Legislature and the general public.

The 25th Annual Valuation Report of the Consulting Actuary of the System is also included.

EDWARD L. WALTER, EXECUTIVE SECRETARY
WILLIAM B. BLODGETT,
ASSISTANT EXECUTIVE SECRETARY
ALFRED W. PERKINS, ACTUARY



MEDICAL BOARD

HENRY A. BRANN, M.D., AUGUSTA
CHARLES E. TOWNE, M.D., WATERVILLE
PAUL D. BIDDINGS, M.D., AUGUSTA

State of Maine
MAINE STATE RETIREMENT SYSTEM
AUGUSTA, MAINE 04330

December 15, 1968

Board of Trustees
Maine State Retirement System
Augusta, Maine.

Gentlemen:

We submit herein the twenty-fifth actuarial
report concerning the Maine State Retirement System.

This report also contains the proposed
contributions for membership and prior service for
the next biennium.

Very truly yours,


Actuary

ACTUARIAL REPORT

Several changes were made in valuation assumptions and procedures during the biennium.

Assumptions

The assumptions used for valuation were changed during 1968 to more equitably reflect present conditions.

Procedures

Computerization of the system was started in 1967 and the actuarial valuations for 1968 were compiled by computer.

In future years statistics will be available for more complete study of the system.

Valuations

The 1968 valuation for the State was completed in early October. By using a valuation rate essentially 1% higher than heretofore it was possible to suggest reductions in contributions by members for Survivor and Retirement Adjustment benefits.

In late December valuations for 90 Districts were also completed. Changes in District contribution rates will take place as of July 1, 1969.

As a result of the valuations it was noted that further refinement and checking is needed prior to computer input.

Development of 1969 - 71 Costs

Summary of Data for Calculations

<u>Classification</u>	<u>Annual Payroll</u>
State Employees (General Fund)	\$14,008,358
State Employees (Special Revenue)	29,644,185
Teachers MTRA	70,943,845
Teachers 1913	<u>2,428,696</u>
Total	147,025,084

The Accrued Liability contribution rate for fiscal 1969-70 should be 4.47% and 4.60% for fiscal 1970-71.

In addition, the State should contribute .25% for Survivor Benefits which totals \$367,560.

STATE PENSION COSTS
FISCAL 1969-70 & 1970-71

Normal Contribution (Each Year of Biennium)

General Fund	\$44,008,358	3.79%	\$1,667,917
Other Revenue Funds	<u>29,644,185</u>	<u>3.79%</u>	<u>1,123,515</u>
Total State Employees	\$73,652,543	3.79%	\$2,791,432
MTRA	\$70,943,845	3.79%	\$2,688,772
1913 Teachers	<u>2,428,696</u>	<u>3.79%</u>	<u>92,048</u>
Total Teachers	\$73,372,541	3.79%	\$2,780,820
GRAND TOTAL	\$147,025,084	3.79%	\$5,572,252

Accrued Liability

<u>Classification</u>	<u>@4.47</u> <u>1969-70</u>	<u>@4.60</u> <u>1970-71</u>
General Fund	\$1,967,174	\$2,024,384
Other Revenue Funds	1,325,095	1,363,633
Chapter 377, P.L. 1963 and 505, P.L. 1966	220,400	220,400
Chapter 445, P.L. 1965	124,700	124,700
Chapter 414, P.L. 1965	2,490	2,490
Chapter 154, P. & S. 1967	158,688	158,688
Chapter 467, P.L. 1967	<u>4,000</u>	<u>4,000</u>
Total State Employees	\$3,802,547	\$3,898,295
MTRA	\$3,171,190	\$3,263,417
1913 Teachers	108,563	111,720
Amortization Prior Lapses	1,557	-
Pre 1947 Teachers	180,264	180,264

<u>Classification</u>	<u>@4.47</u> <u>1969-70</u>	<u>@4.60</u> <u>1970-71</u>
\$100 Inc. S. S. 1954	\$ 91,900	\$ 91,900
C 396, P.L. 1961	91,900	91,900
C 414, P.L. 1961 & C 439, P.L. 1965	56,160	56,160
C 365, P.L. 1963	105,680	105,680
C 509, P.L. 1966	<u>60,000</u>	<u>60,000</u>
Total Teachers	\$3,867,214	\$3,961,041
 Total Accrued	 \$7,669,761	 \$7,859,336
Military Leave	<u>15,137</u>	<u>-</u>
Total	\$7,684,898	\$7,859,336
 GRAND TOTAL	 \$13,257,150	 \$13,431,588

Comparative Balance Sheet
At June 30, 1967, Compared to June 30, 1968

ASSETS				Increase or (Decrease)
Investments:		<u>1968</u>	<u>1967</u>	
Bonds	Note I	\$ 85,688,049.21	\$ 88,890,728.96	\$ (3,202,679.75)
Stocks	Note II			
Common		22,210,352.76	11,111,984.33	11,098,368.43
Preferred		616,219.67	7,765.00	608,454.67
Mortgages	Note III	19,355,677.65	20,154,753.24	(799,075.59)
Conditional Sales Agreement	Note IV	391,072.49	391,072.49	-----
Commercial Paper Finance Company		<u>6,820,000.00</u>	<u>-----</u>	<u>6,820,000.00</u>
Total Investments		<u>135,081,371.78</u>	<u>120,556,304.02</u>	<u>14,525,067.76</u>
Other Assets:				
Cash (demand deposits)		93,014.83	112,736.59	(19,721.76)
Accounts Receivable (net)		129,507.01	39,516.93	89,990.08
Suspense Account		14.38	-----	14.38
Foreclosures		<u>-----</u>	<u>8,471.27</u>	<u>(8,471.27)</u>
Total Other Assets		<u>222,536.22</u>	<u>160,724.79</u>	<u>61,811.43</u>
Total Assets		<u>\$ 135,303,908.00</u>	<u>\$ 120,717,028.81</u>	<u>\$ 14,586,879.19</u>
TRUST RESERVES AND LIABILITIES				
Trust Reserves:				
Members Contribution Fund - Current		\$ 61,493,814.71	\$ 55,801,534.20	\$ 5,692,280.51
Members Contribution Fund - Prior		2,367,779.46	2,457,754.86	(89,975.40)
Retirement Allowance Fund		69,902,507.73	59,925,846.25	9,976,661.48
Survivor Benefit Fund		4,191,155.71	3,731,339.93	459,815.78
Retirement Allowance Adjustment Fund		(4,148,079.38)	(2,223,406.44)	(1,924,672.94)
Reserve Against Future Losses		<u>1,462,080.47</u>	<u>980,730.21</u>	<u>481,350.26</u>
Total Trust Reserves		<u>135,269,258.70</u>	<u>120,673,799.01</u>	<u>14,595,459.69</u>
Other Liabilities:				
Accounts Payable		8,538.77	7,405.53	1,133.24
Reserve for Authorized Expenses		<u>26,110.53</u>	<u>35,824.27</u>	<u>(9,713.74)</u>
Total Other Liabilities		<u>34,649.30</u>	<u>43,229.80</u>	<u>(8,580.50)</u>
Total Trust Reserves and Liabilities		<u>\$ 135,303,908.00</u>	<u>\$ 120,717,028.81</u>	<u>\$ 14,586,879.19</u>
Note I	At cost less ratable amortization		Market value of Securities as reported by the	
Note II	At cost		First National Bank of Boston, June 30, 1968.	
Note III	At cost less principal received and 1/15 discount		Bonds	\$ 68,901,116.84
Note IV	At cost		Stocks	27,227,375.03
Note V	Book Value of Investments per		Mortgages	16,912,544.83
	First National Bank of Boston	\$135,087,695.32	Commercial Paper	<u>6,820,000.00</u>
	Add:		Total	\$ <u>119,861,036.70</u>
	Amortization of Mortgage Discount			
	67/68	26,424.59		
	Deduct:			
	Amortization of Bond Premium 67/68	<u>32,748.13</u>		
	Book Value of Investments per			
	Maine State Retirement System	<u>\$135,081,371.78</u>		

MAINE STATE RETIREMENT SYSTEM

Statement of Trust Fund Balances and Number of Open Accounts by Activity

June 30, 1968

	Number Open Accounts	Members Contribution Fund	Retirement Allowance Fund	Retirement Allowance Adjustment Fund	Survivors Benefit Fund
State Employees	15,145	\$ 24,494,327.01	\$ 29,414,341.38	\$ (1,602,591.17)	\$ 1,373,483.19
City of Portland	1,176	1,977,030.45	1,559,791.51	(5,206.50)	172,712.47
Town of Millinocket	38	70,657.49	137,225.15	(4,305.50)	5,171.37
City of Presque Isle	60	100,130.80	160,356.51		18,425.48
Cumberland County	54	102,676.98	155,460.90	(9,402.25)	9,623.74
Maine Port Authority	31	37,710.52	22,906.30	(7,761.92)	7,713.57
Teachers - Prior Service	3,328	2,367,779.46	(15,664,196.21)	(2,872,491.65)	
Teachers - Current	20,533	29,310,665.93	40,665,446.25	440,109.29	2,281,173.12
Town of Camden	26	22,954.77	58,351.19		
City of South Portland	293	457,475.66	502,870.00	(15,091.37)	3,746.18
Town of Houlton	59	98,276.39	227,681.13		8,850.35
Penobscot County	33	46,085.82	203,587.18		
Kittery Water District	11	31,559.71	58,190.65	(1,006.11)	(9,843.30)
City of Ellsworth	60	42,594.19	84,706.87		(15,367.82)
Town of Kittery	49	35,638.87	67,299.21	(2,037.03)	7,948.52
Town of Bar Harbor	49	56,483.39	146,287.94		
Town of Mount Desert	16	46,889.54	71,122.59		
Town of Fort Fairfield	17	22,667.41	77,772.32		12,584.69
City of Rockland	66	92,131.94	152,175.41		899.06
Bath Water District	11	36,160.85	51,396.79		
City of Bangor	545	833,516.08	1,079,651.57	(7,184.78)	70,112.75
Boothbay Harbor Water District	6	11,220.74	25,474.22		
Bangor Public Library	40	81,187.01	199,508.95	(2,541.80)	
City of Augusta	217	318,964.35	498,128.85	(11,877.27)	45,941.65
City of Gardiner	42	57,020.46	95,299.60		4,148.81
Houlton Water District	40	105,712.01	156,489.56	(2,558.04)	17,298.65
City of Auburn	221	293,841.63	509,413.44	(4,252.11)	52,855.05
Town of York	33	19,325.74	15,600.36	1,054.56	2,515.25

	Number Open	Members	Retirement	Retirement Allowance	Survivors
	Accounts	Contribution Fund	Allowance Fund	Adjustment Fund	Benefit Fund
Kennebec Water District	24	\$ 40,140.54	\$ 47,557.26	(981.69)	
Livermore Falls Water District	5	5,006.85	18,317.68	(1,055.82)	1,451.87
County of Knox	22	32,538.75	77,165.71		
Augusta Water District	19	48,507.85	118,069.77	(1,687.15)	
City of Belfast	29	29,124.97	73,970.55	(247.26)	5,302.12
City of Calais	48	43,530.90	116,374.82		
County of York	34	48,936.72	93,677.02	(3,148.64)	
Maine Maritime Academy	76	118,849.76	105,188.93		
York Water District	8	29,142.36	43,811.08		3,253.59
County of Washington	24	29,444.99	81,232.75	(2,162.87)	
Portland Public Library	31	45,886.28	122,272.25	(581.65)	
Town of Brunswick	182	226,820.26	303,877.03		
Auburn Public Library	7	12,703.59	43,232.11		
Maine - New Hampshire Bridge Authority	16	31,921.18	52,404.03		
Town of Jay	24	10,406.84	25,402.49		
County of Waldo	21	31,702.97	76,524.42	(1,886.65)	1,294.74
County of Kennebec	41	46,671.66	127,040.09	(752.18)	
City of Lewiston	708	559,858.50	642,810.05	(22,868.17)	5,564.01
Maine Turnpike Authority	126	369,482.07	546,656.36	(24.76)	68,761.92
Auburn Sewer District	6	10,225.85	26,854.99	(514.66)	
Auburn Water District	15	21,253.26	83,111.79	(1,850.89)	
Portland Renewal Authority	13	21,012.91	20,224.80	515.56	2,139.82
Town of East Millinocket	34	66,696.93	76,271.06	(1,851.01)	552.80
Maine Municipal Association	6	13,642.35	15,331.45		
County of Hancock	18	21,890.07	114,466.44		
County of Oxford	39	28,023.79	90,031.19		
Falmouth Memorial Library	3	2,087.03	4,098.24		
Bangor Water District	27	56,856.06	88,677.26		
Town of Rumford (Fire & Police)	30	44,910.06	118,920.81	(1,027.59)	9,301.63
Town of Orono	129	26,010.41	49,262.18		
Kennebunk Light & Power District	9	15,892.72	52,064.31	(1,321.36)	
City of Brewer	51	30,278.64	34,280.87		509.47
Augusta Sewerage District	18	22,558.86	18,060.68		3,377.19
Rumford Water District	3	5,893.19	32,875.31		
City of Waterville (Fire & Police)	34	40,583.84	44,855.76		3,438.89
County of Androscoggin	49	44,118.68	83,642.03	(819.89)	
Brewer Water District	8	14,422.30	20,354.42		
Town of Baileyville	12	12,133.53	16,264.66		

	Number Open	Members	Retirement	Retirement Allowance	Survivors
	Accounts	Contribution Fund	Allowance Fund	Adjustment Fund	Benefit Fund
Town of Westbrook (Fire & Police)	46	\$ 39,423.66	\$ 45,217.52	\$	\$ 5,605.46
Greater Portland Public Development Comm.	13	28,921.73	47,607.74		3,251.69
Brunswick Sewer District	7	4,919.93	6,377.97		
City of Bath	103	83,688.01	130,061.49		
Town of Mexico	9	9,238.92	14,111.96		
Mexico Free Public Library	1	249.78	313.00		
Town of Lincoln	37	21,343.94	24,555.25		
School Administrative District # 34	54	16,403.46	14,193.90		2,591.32
School Administrative District # 28	2	2,843.08	6,672.93	155.23	
Old Town Water District	4	3,410.77	7,135.64		
Town of Skowhegan	34	19,972.41	24,471.76		
Town of Topsham	10	5,494.26	7,166.64		
Town of Madawaska	12	5,915.08	7,483.07		
Town of Sanford	122	43,892.49	63,774.44		
Town of Kennebunk	47	13,219.29	13,894.72		
Town of Cape Elizabeth	83	21,541.87	11,030.27		
Town of Wilton	9	3,736.32	4,842.55		
Town of Falmouth	71	18,473.27	19,858.00		
Lubec Water & Electric	9	3,275.64	6,904.29		
Sanford Sewerage District	8	2,236.93	3,808.22		
Town of Rumford	82	37,939.87	60,333.15	1,168.24	4,597.69
Town of Fort Kent	8	2,336.86	5,918.56		
County of Lincoln	19	3,664.37	7,674.63		
County of Sagadahoc	20	3,904.99	12,786.97		
Town of Dexter	15	3,518.71	7,652.88		
Town of Farmington	15	3,849.46	5,604.33		
County of Somerset	19	2,749.84	7,330.48		
County of Franklin	18	2,969.88	43,053.48		
Town of Lisbon	15	2,695.67	4,334.74		
Town of Milo	10	775.67	2,609.64		
State Principals Association	1	2,252.79	1,606.67	7.48	3.74
County of Aroostook	35	3,052.87	9,689.00		
Town of Wells	29	1,714.62	3,037.00		
Town of Berwick	8	390.60	333.25		
Town of Livermore Falls	----	----	1,035.25		
Town of Pittsfield	17	363.04	1,140.66		
City of Old Town	75	7,008.65	11,283.10		
Town of Greenville	4	149.87	139.33		27.78
School Administrative District # 66	41	2,649.59	2,741.06		137.20

	Number Open Accounts	Members Contribution Fund	Retirement Allowance Fund	Retirement Allowance Adjustment Fund	Survivor Benefit Fund
Town of Mechanic Falls	10	\$ 336.61	\$ 536.75	\$	\$
School Administrative District # 54	14	448.64	702.66		
Town of Yarmouth	12	768.01	----		
Adjustments					
Liberalized Credits)			150,000.00		
Out-of-State Service)			4,665,908.51		
Earnings on Investments					
TOTALS	<u>45,296</u>	<u>\$ 63,861,594.17</u>	<u>\$69,902,597.73</u>	<u>\$(4,148,079.38)</u>	<u>\$4,191,155.71</u>

MAINE STATE RETIREMENT SYSTEM

Analysis of Changes in Reserves
For Year July 1, 1967 through June 30, 1968

* Balance July 1, 1967

\$120,673,799.01

ADDITIONS:

General Fund, State Employees	\$2,674,266.00
General Fund, Contributory Teachers	5,144,521.00
General Fund, Non-Contributory Teachers	797,769.00
General Fund, Other	208,330.00
Highway Funds	1,345,648.00
Special Revenue Funds	651,917.50
Bond Fund	40.00
Public Service Enterprises	184,050.00
Working Capital Funds	112,694.50
Trust & Agency Funds	733.00
Participating Districts	1,550,686.54
Individuals	9,748,596.42
Social Security Entities	18,043.00
Due from Other Funds	49,995.00
Dividend Received	624,017.78
Dedicated Revenue	70,955.12
Reserve for Future Premiums	471,574.86
Reserve for Deficiency - Basic Insurance	25,000.00
Reserve for Deficiency - Supplemental Ins.	489,177.54
Earnings on Investments	5,733,921.04
Profit on Sale of Securities	481,350.26
From General Ledger Accounts	10,912.74
Administration Reserves	35,824.27

TOTAL ADDITIONS

\$ 30,430,023.57

DEDUCTIONS:

<u>Pensions Paid - R.A.Fund</u>	<u>Number</u>	
Council Order	15	\$ 13,511.41
Legislative Resolve	11	10,067.64
Retirement Full Benefits	4885	7,628,763.63
Ordinary Disability	90	104,082.31
Option II	109	95,826.67
Automatic Option II	275	308,813.79
Option III	161	118,654.47
Option IV	16	9,351.89
Automatic Option IV	45	27,258.15
Service Incurred Disability	30	66,387.90
Service Incurred Death - P&F	3	7,122.24
15-Year Teachers	239	118,626.29
10-Year Vested Right	399	243,805.57
Service Incurred Death -		
Sheriffs & Deputies	2	3,535.92
20-Year Teachers	69	42,976.93
Sea & Shore Fisheries -		
Law Enforcement Officers	2	6,312.60
Fish & Game -		
Law Enforcement Officers	3	7,145.44
State Police -		
Law Enforcement Officers	17	50,585.89
25-Years Service - Age 55	6	8,113.43
Fire Fighters & Police -		
Special Provision	1	1,358.27

\$8,872,300.44

Pensions Paid - R.A.A.F.

Council Order	\$ 11,695.57
Legislative Resolve	4,035.48
Retirement Full Benefits	2,418,933.00
Ordinary Disability	28,648.53
Option II	39,587.26
Automatic Option II	106,394.04
Option III	48,792.43
Option IV	3,038.74
Automatic Option IV	7,402.38
Service Incurred Disability	20,191.14
Service Incurred Death -P&F	2,337.96
15-Year Teachers	28,762.50
10-Year Vested Right	61,418.83
20-Year Teachers	11,998.02

DEDUCTIONS:**Pensions Paid - R.A.A.F.****Sea & Shore Fisheries -**

Law Enforcement Officers	\$	315.66
Fish & Game		
Law Enforcement Officers		344.52
State Police		
Law Enforcement Officers		2,688.60
25-Year Service - Age 55		<u>504.36</u>
		\$2,797,089.02

Survivor Benefits**Accidental Death -**

	<u>Number</u>	
Service Incurred	10	\$ 19,825.00
Spouse - Age 60	108	125,050.00
Spouse - 10-Year Clause	80	96,650.00
Spouse - Children	107	258,349.96
Children	34	41,300.06
Parents	20	<u>25,000.00</u>
		\$ 566,175.02

Refunds

Former Members	\$1,378,161.22
Beneficiary of Deceased Members	69,000.57
Survivor of a Disability Pensioner	11,220.31
Beneficiary of Deceased - Option I	74,090.60
Beneficiary of Deceased - Option IV	<u>14,813.95</u>
	\$1,547,286.65

Other Deductions

Amortization of Premiums	\$	32,872.83
Investment Costs		10,336.47
Administration Costs		242,367.44
Adjustment of Balance Forward		300.18
Employers Insurance Premiums		378,847.38
Reserve for Future Premiums		472,670.45
Reserve for Deficiency - Basic Ins.		25,000.00
Reserve for Deficiency - Supp. Ins.		764,675.46
Participating Districts Dividend		98,532.01
Reserve for Authorized Expenditures		<u>26,110.53</u>
		\$2,051,712.75

TOTAL DEDUCTIONS **\$15,834,563.88**

*** Balance June 30, 1968** **\$135,269,258.70**

*** Exclusive of Group Life & Administration Reserves**

MAINE STATE RETIREMENT SYSTEM
RETIREMENT ALLOWANCE PAYROLL
Month of June 1968, Man Count & Cost Compared to
Month of June 1967, Man Count & Cost

	Number of Persons Receiving Benefits at	6-30-67	Increase or (Decrease)	Gross Retirement Allowance Cost For Month of	June 1967	Increase or (Decrease)	Average Monthly Payment June 1968
	6-30-68			June 1968	June 1967		
State	2317	2097	220	\$ 372,409.73	\$ 296,282.66	\$ 76,127.07	\$ 160.72
Maine Port Authority	6	6	---	1,103.61	1,003.29	100.32	183.94
City of Portland	169	152	17	24,378.82	19,614.27	4,764.55	144.25
Town of Millinocket	10	9	1	1,736.45	1,499.12	237.33	173.65
City of Presque Isle	7	4	3	684.26	440.42	243.84	97.75
County of Cumberland	25	28	(3)	3,281.99	3,393.39	(111.40)	131.28
Teachers - Contributory	781	616	165	139,499.40	95,302.02	44,197.38	178.62
Teachers - Non-Contributory	2361	2315	46	419,711.09	367,558.54	52,152.55	177.77
Teachers - Retired Prior to 1947	102	115	(13)	16,856.62	17,229.62	(373.00)	165.26
Town of Camden	8	8	---	387.97	406.37	(18.40)	48.50
City of South Portland	46	40	6	7,134.51	5,395.56	1,738.95	155.10
Town of Houlton	9	8	1	587.72	530.46	57.26	65.30
County of Penobscot	15	14	1	1,769.76	1,718.64	51.12	117.98
Kittery Water District	1	1	---	296.97	269.97	27.00	296.97
City of Ellsworth	9	8	1	270.92	266.34	4.58	30.10
Town of Kittery	5	5	---	530.60	482.35	48.25	106.12
Town of Bar Harbor	13	12	1	573.86	541.18	32.68	44.14
Town of Mount Desert	6	4	2	348.32	166.84	181.48	58.05
Town of Fort Fairfield	5	5	---	347.21	402.01	(54.80)	69.44
Town of Rockland	12	12	---	712.10	729.30	(17.20)	59.34
Eath Water District	3	3	---	304.36	304.36	-----	101.45
City of Bangor	43	39	4	5,299.99	4,246.96	1,053.03	123.26
Boothbay Harbor Water System	2	2	---	58.54	58.54	-----	29.27
Bangor Public Library	8	7	1	1,355.69	1,009.85	345.84	169.46
City of Augusta	39	37	2	5,591.19	4,526.18	1,065.01	143.36
City of Gardiner	6	7	(1)	319.01	358.64	(39.63)	53.17
Houlton Water Company	8	9	(1)	1,231.34	1,272.21	(40.87)	153.92
City of Auburn	37	39	(2)	4,143.41	4,147.43	(4.02)	111.98
Kennebec Water District	1	1	---	303.53	275.94	27.59	303.53
Livermore Falls Water District	2	2	---	342.04	310.95	31.09	171.02
County of Knox	10	11	(1)	563.39	617.92	(54.53)	56.34

	Number of Persons Receiving Benefits At		Increase or (Decrease)	Gross Retirement Allowance-Cost for Month of		Increase or (Decrease)	Average Monthly Payment
	6-30-68	6-30-67		June 1968	June 1967		June 1968
Augusta Water District	5	5	---	\$ 749.21	\$ 681.09	\$ 68.12	\$ 149.84
City of Belfast	6	5	1	273.02	363.14	(90.12)	45.50
City of Calais	14	13	1	675.48	664.95	10.53	48.25
County of York	11	13	(2)	1,011.52	1,125.25	(113.73)	91.96
Maine Maritime Academy	9	8	1	824.95	821.46	3.49	91.66
County of Washington	8	8	---	929.26	844.80	84.46	116.16
Portland Public Library	8	6	2	1,187.77	706.95	480.82	148.47
Town of Brunswick	22	20	2	1,136.11	1,001.80	134.31	51.64
Auburn Public Library	4	4	---	326.85	406.68	(79.83)	81.71
Maine-New Hampshire Bridge Authority	2	1	1	190.55	106.47	84.08	95.28
Town of Jay	4	4	---	128.67	128.67	-----	32.17
County of Waldo	6	6	---	618.63	562.38	56.25	103.11
County of Kennebec	11	10	1	435.58	358.63	76.95	39.60
City of Lewiston	55	52	3	8,507.69	6,957.28	1,550.41	154.69
Maine Turnpike Authority	20	15	5	1,455.51	925.42	530.09	72.78
Auburn Sewerage District	3	2	1	412.39	258.12	154.27	137.46
Auburn Water District	5	4	1	1,068.09	825.22	242.87	213.62
Town of East Millinocket	5	5	---	809.37	735.79	73.58	161.87
County of Hancock	7	7	---	257.38	257.38	-----	36.77
County of Oxford	12	9	3	976.55	487.78	488.77	81.38
Bangor Water District	7	6	1	1,313.09	1,018.25	294.84	187.58
Rumford, Police & Fire	8	7	1	2,074.97	1,876.70	198.27	259.37
Town of Orono	3	3	---	169.51	180.92	(11.41)	56.50
Kennebunk Light & Power District	6	5	1	627.66	374.04	253.62	104.61
City of Brewer	1	1	---	31.85	31.85	-----	31.85
Rumford Water District	2	1	1	339.84	173.80	166.04	169.92
County of Androscoggin	10	8	2	791.55	581.59	209.96	79.16
Town of Baileyville	3	3	---	231.64	231.64	-----	77.21
Greater Portland Public Dev. Comm.	1	1	---	105.37	105.37	-----	105.37
City of Bath	15	16	(1)	1,565.06	1,663.36	(98.30)	104.34
Town of Mexico	1	---	1	29.94	---	29.94	29.94
Town of Lincoln	1	1	---	45.99	45.99	-----	45.99
School Administrative District # 28	1	1	---	38.28	38.28	-----	38.28
Town of Skowhegan	2	1	1	299.52	160.67	138.85	149.76

	Number of Persons Receiving Benefits At		Increase or (Decrease)	Gross Retirement Allowance Cost for Month of		Increase or (Decrease)	Average Monthly Payment
	6-30-68	6-30-67		June 1968	June 1967		June 1968
Town of Madawaska	3	2	1	\$ 202.00	\$ 99.83	\$ 102.17	\$ 67.33
Town of Sanford	6	2	4	488.67	214.08	274.59	81.45
Town of Kennebunk	4	1	3	151.40	66.44	84.96	37.85
Town of Cape Elizabeth	4	1	3	117.07	42.49	74.58	29.27
Town of Rumford	8	7	1	796.26	573.07	223.19	99.53
Town of Fort Kent	1	--	1	298.83	----	298.83	298.83
County of Lincoln	1	--	1	169.26	----	169.26	169.26
County of Sagadahoc	1	--	1	29.08	----	29.08	29.08
Town of Dexter	1	--	1	120.99	----	120.99	120.99
County of Somerset	1	--	1	29.81	----	29.81	29.81
Town of Milo	2	--	2	181.47	----	181.47	90.74
City of Old Town	2	--	2	1,338.24	----	1,338.24	669.12
	6378	5880	498	\$ 1,045,696.33	\$ 856,058.96	\$ 189,637.37	

MAINE STATE RETIREMENT SYSTEM
SURVIVOR BENEFIT PAYROLL
Month of June 1968, Man Count & Cost, Compared
to Month of June 1967, Man Count & Cost

	Number of Persons Receiving Benefits At		Increase or (Decrease)	Gross Cost for Month of		Increase or (Decrease)
	6-30-68	6-30-67		June 1968	June 1967	
State	206	176	30	\$ 29,025.00	\$ 23,650.00	\$ 5,375.00
City of Portland	19	14	5	2,650.00	1,800.00	850.00
Town of Millinocket	1	1	--	150.00	150.00	-----
City of Presque Isle	1	1	--	100.00	100.00	-----
County of Cumberland	1	1	--	100.00	100.00	-----
Teachers	92	80	12	15,125.00	12,908.33	2,216.67
City of South Portland	1	1	--	200.00	200.00	-----
Town of Houlton	2	2	--	250.00	350.00	(100.00)
Kittery Water District	1	1	--	300.00	300.00	-----
City of Ellsworth	3	3	--	400.00	450.00	(50.00)
City of Bangor	10	9	1	1,800.00	1,600.00	200.00
City of Augusta	5	5	--	700.00	700.00	-----
City of Gardiner	1	1	--	100.00	100.00	-----
Houlton Water District	1	1	--	100.00	100.00	-----
City of Auburn	3	3	--	300.00	300.00	-----
City of Belfast	1	1	--	100.00	100.00	-----
County of Waldo	1	1	--	100.00	100.00	-----
City of Lewiston	1	1	--	300.00	300.00	-----
Maine Turnpike Authority	7	7	--	800.00	1,750.00	(950.00)
Westbrook (Police & Fire)	1	1	--	100.00	100.00	-----
Town of Rumford	1	1	--	100.00	100.00	-----
	<u>359</u>	<u>311</u>	<u>48</u>	<u>\$ 52,800.00</u>	<u>\$ 45,258.33</u>	<u>\$ 7,541.67</u>

MAINE STATE RETIREMENT SYSTEM

Retirement Allowance Fund at June 30, 1968

	Net Balance - June 30, 1968			Plan	Date Effective	Annual Payments Effective July 1, 1968 For 1968 - 69 Year	
	Normal Contributions	- Accrued Liability	Total			Normal Contributions	- Accrued Liability
State	\$21,541,835.52	\$ 7,872,505.86	\$29,414,341.38	- -	7-1-42	\$ 2,196,695.00	\$ 2,676,964.00
Maine Port Authority	38,304.77	(15,398.47)	22,906.30	- -	7-1-42	3,091.00	3,539.00
Teachers - Contributory	20,570,670.14	20,094,776.11	40,665,446.25	- -	7-1-47	2,357,867.00	2,700,038.00
Teachers Non-Contributory	1,085,491.72	(16,749,687.93)	(15,664,196.21)	- -	7-1-47	116,248.00	660,791.00
City of Portland	1,585,884.79	(26,093.28)	1,559,791.51	B	3-1-43	196,570.00	40,923.00
Town of Millinocket	104,477.09	32,748.06	137,225.15	B	7-1-43	10,802.00	3,404.00
City of Presque Isle	136,285.64	24,072.87	160,358.51	A	1-1-43	13,490.00	616.00
County of Cumberland	175,222.99	(19,762.09)	155,460.90	A	1-1-45	13,256.00	9,563.00
Town of Camden	42,161.17	16,190.02	58,351.19	A	4-1-44	2,583.00	----
City of South Portland	458,015.64	44,854.36	502,870.00	A	9-1-44	66,279.00	16,805.00
Town of Houlton	162,137.57	65,543.56	227,681.13	A	1-1-45	6,548.00	268.00
County of Penobscot	117,447.47	86,139.71	203,587.18	A	1-1-45	8,154.00	8,394.00
Kittery Water District	33,833.40	24,357.25	58,190.65	A	2-1-46	1,686.00	1,889.00
City of Ellsworth	68,115.15	16,591.72	84,706.87	A	1-1-46	10,371.00	----
Town of Kittery	50,979.80	16,319.41	67,299.21	A	4-1-46	2,943.00	2,709.00
Town of Bar Harbor	100,532.57	45,755.37	146,287.94	A	4-1-46	5,458.00	----
Town of Mount Desert	55,556.26	15,566.33	71,122.59	A	4-1-46	5,124.00	1,525.00
Town of Fort Fairfield	64,934.69	12,837.63	77,772.32	B	7-1-46	1,123.00	----
City of Rockland	124,542.83	27,632.58	152,175.41	Old Law	11-1-46	8,608.00	1,684.00
Bath Water District	24,405.59	26,991.20	51,396.79	Old Law	12-1-46	1,882.00	1,452.00
City of Bangor	867,265.76	212,385.81	1,079,651.57	B	7-1-47	103,402.00	10,007.00
Boothbay Harbor WaterSystem	14,118.52	11,355.70	25,474.22	Old Law	7-1-47	1,274.00	----
Bangor Public Library	130,181.88	69,327.07	199,508.95	B	7-1-47	14,500.00	6,979.00
City of Augusta	437,323.47	60,805.38	498,128.85	A	10-1-47	45,273.00	27,021.00
City of Gardiner	62,385.48	32,914.12	95,299.60	A	9-1-47	5,358.00	5,429.00
Houlton Water Company	106,016.17	50,473.39	156,489.56	A	1-1-48	7,726.00	6,441.00
City of Auburn	341,595.37	167,818.07	509,413.44	A	1-1-48	33,567.00	25,682.00
Town of York	12,488.29	3,112.07	15,600.36	A	7-1-48	4,988.00	----
Kennebec Water District	38,315.18	9,242.08	47,557.26	B	1-1-49	3,881.00	1,254.00
Livermore Falls WaterDistrict	14,312.01	4,005.67	18,317.68	A	3-1-49	1,243.00	896.00

	Net Balance - June 30, 1968			Plan	Annual Payments Effective July 1, 1968 For 1968 - 69 Year		
	Normal Contributions	- Accrued Liability	Total		Date Effective	Normal Contributions	- Accrued Liability
County of Knox	\$ 48,895.08	\$ 28,270.63	\$ 77,165.71	A	7-1-49	\$ 5,425.96	\$ 3,291.00
Augusta Water District	60,418.39	57,651.38	118,069.77	A	7-1-49	5,304.00	6,974.00
City of Belfast	61,282.74	12,687.81	73,970.55	B	7-1-49	2,513.00	----
City of Calais	78,413.96	37,960.86	116,374.82	A	7-1-49	2,718.00	4,359.00
County of York	61,340.45	32,336.57	93,677.02	A	10-1-49	6,314.00	8,160.00
Maine Maritime Academy	97,887.17	7,301.76	105,188.93	--	10-1-49	22,620.00	264.00
					7-1-59		
York Water District	25,821.93	17,989.15	43,811.08	A	10-1-49	2,258.00	----
County of Washington	52,406.61	28,826.14	81,232.75	A	1-1-50	2,980.00	3,838.00
Portland Public Library	84,758.73	37,513.52	122,272.25	B	5-1-50	9,480.00	7,428.00
Town of Brunswick	258,864.98	45,012.05	303,877.03	A	7-1-50	25,671.00	2,900.00
Auburn Public Library	23,070.29	20,161.82	43,232.11	A	7-1-50	3,454.00	4,830.00
Maine-New Hampshire Bridge Authority	32,993.84	19,410.19	52,404.03	A	8-1-50	2,406.00	1,721.00
Town of Jay	17,501.47	7,901.02	25,402.49	A	10-1-50	678.00	638.00
County of Waldo	42,049.81	34,474.61	76,524.42	A	1-1-51	3,985.00	315.00
County of Kennebec	75,902.29	51,137.80	127,040.09	B	7-1-51	6,282.00	----
City of Lewiston	559,124.28	83,685.77	642,810.05	A	7-1-51	71,627.00	36,265.00
Maine Turnpike Authority	444,348.77	102,307.59	546,656.36	A	9-1-52	43,392.00	907.00
Auburn Sewerage District	18,089.70	8,765.29	26,854.99	A	10-1-53	1,870.00	2,330.00
Auburn Water District	39,340.11	43,771.68	83,111.79	A	10-1-53	3,609.00	9,754.00
Portland Renewal Authority	20,224.80	----	20,224.80	B	10-1-55	3,909.00	----
Town of East Millinocket	57,618.21	18,652.85	76,271.06	A	1-1-56	6,675.00	3,778.00
Maine Municipal Association	9,297.36	6,034.09	15,331.45	A	11-1-56	1,564.00	645.00
County of Hancock	37,549.49	76,916.95	114,466.44	A	1-1-57	2,644.00	708.00
County of Oxford	62,597.76	27,433.43	90,031.19	A	7-1-57	7,791.00	7,053.00
Falmouth Memorial Library	2,130.12	1,968.12	4,098.24	B	1-1-57	243.00	334.00
Bangor Water District	90,380.41	(1,703.15)	88,677.26	A	5-1-57	5,880.00	7,530.00
Town of Rumford - Fire & Police	57,399.75	61,521.06	118,920.81	A	2-1-58	8,296.00	17,949.00
Town of Orono	35,730.70	13,531.48	49,262.18	B	7-1-59	5,488.00	1,635.00
Kennebunk Light & Power District	24,349.99	27,714.32	52,064.31	B	8-30-59	2,705.00	8,174.00
City of Brewer	27,017.16	7,263.71	34,280.87	A	1-2-60	5,775.00	342.00
Augusta Sanitary District	15,391.66	2,669.02	18,060.68	A	1-4-60	2,298.00	54.00
Rumford Water District	10,192.87	22,682.44	32,875.31	A	4-1-60	920.00	5,134.00
City of Waterville - Fire & Police	34,471.48	10,384.28	44,855.76	Spec. P&F	2-1-61	5,993.00	956.00
County of Androscoggin	56,788.99	26,853.04	83,642.03	A	1-24-61	7,803.00	6,616.00

	Net Balance - June 30, 1968			Plan	Date Effective	Annual Payments Effective July 1, 1968 For 1968 - 69 Year		
	Normal Contributions	- Accrued Liability	Total			Normal Contributions	-Accrued Liability	
Brewer Water District	\$ 12,073.23	\$ 8,281.19	\$ 20,354.42	A	5-1-61	\$ 1,843.00	\$ 1,244.00	
Town of Baileyville	9,937.09	6,327.57	16,264.66	B	4-1-61	2,031.00	3,117.00	
City of Westbrook - Fire & Police	32,674.52	12,543.00	45,217.52	Spec. P&F	1-1-62	5,805.00	1,737.00	
Greater Portland Public Devel. Comm.	22,031.21	25,576.53	47,607.74	A	1-1-62	3,392.00	6,520.00	
Brunswick Sewer District	3,707.34	2,670.63	6,377.97	B	1-1-63	826.00	622.00	
City of Bath	82,120.94	47,940.55	130,061.49	A	4-1-63	19,160.00	25,117.00	
Town of Mexico	9,294.05	4,817.91	14,111.96	M.S. only	3-1-63	2,418.00	1,138.00	
Mexico Free Public Library	262.51	50.49	313.00	B	9-1-63	126.00	----	
Town of Lincoln	14,801.53	9,753.72	24,555.25	B	4-1-64	4,867.00	2,827.00	
School Administrative District # 34	14,193.90	----	14,193.90	M.S. only	4-18-64	4,843.00	----	
School Administrative District # 28	6,672.93	----	6,672.93	M.S. only	12-2-64	282.00	----	
Old Town Water District	3,880.09	3,255.55	7,135.64	A	1-1-65	1,000.00	619.00	
Town of Skowhegan	17,862.16	6,609.60	24,471.76	A	4-1-65	5,382.00	4,269.00	
Town of Topsham	4,286.94	2,879.70	7,166.64	A	3-1-65	1,481.00	1,245.00	
					4-1-65			
Town of Madawaska	5,216.51	2,266.56	7,483.07	A	9-1-65	2,127.00	2,596.00	
Town of S nford	39,760.37	24,014.07	63,774.44	A	1-1-66	15,747.00	13,984.00	
Town of Kennebunk	10,486.42	3,408.30	13,894.72	A	4-1-66	7,165.00	3,665.00	
Town of Cape Elizabeth	8,437.73	2,592.54	11,030.27	B	4-1-66	10,938.00	5,101.00	
Town of Wilton	2,685.15	2,157.40	4,842.55	A	5-1-66	1,097.00	848.00	
Town of Falmouth	13,545.96	6,312.04	19,858.00	B	5-1-66	5,034.00	2,615.00	
Lubec Water & Electric District	3,136.05	3,768.24	6,904.29	A	7-1-66	1,434.00	2,136.00	
Sanford Sewerage District	1,785.80	2,022.42	3,808.22	A	11-1-66	1,144.00	1,290.00	
Town of Rumford - Other	38,561.90	21,771.25	60,333.15	B	4-1-65	10,183.00	8,307.00	
Town of Fort Kent	2,171.81	3,746.75	5,918.56	A	1-1-67	1,167.00	2,673.00	
County of Lincoln	2,942.99	4,731.64	7,674.63	A	1-1-67	1,949.00	3,247.00	
County of Sagadahoc	3,277.06	9,509.91	12,786.97	A	1-1-67	2,153.00	6,537.00	
Town of Dexter	4,650.86	3,002.02	7,652.88	B	3-1-67	3,371.00	2,509.00	
Town of Farmington	2,810.85	2,793.48	5,604.33	A	4-1-67	2,260.00	2,310.00	
County of Somerset	3,116.96	4,213.52	7,330.48	A	7-10-67	3,135.00	4,552.00	
County of Franklin	1,475.48	41,578.00	43,053.48	B	7-1-67	1,767.00	----	
Town of Lisbon	2,775.99	1,558.75	4,334.74	A	1-1-68	3,793.00	2,546.00	
Town of Milo	1,106.05	1,503.59	2,609.64	A	1-1-68	2,133.00	4,602.00	
State Principals' Association	1,606.67	----	1,606.67	M.S. only	8-7-67	160.00	----	
County of Aroostook	3,378.00	6,311.00	9,689.00	A	1-1-68	6,756.00	12,622.00	

	Net Balance - June 30, 1968			Plan	Date Effective	Annual Payments Effective July 1, 1968 for 1968 - 69 year	
	Normal Contributions	- Accrued Liability	Total			Normal Contributions	- Accrued Liability
Town of Wells	\$ 3,037.00	\$ ----	\$ 3,037.00	M.S.only	1-1-68	\$ 6,074.00	\$ ----
Town of Berwick	248.00	85.25	333.25	A	4-1-68	992.00	341.00
Town of Livermore Falls	618.00	417.25	1,035.25	A	4-1-68	2,472.00	1,669.00
Town of Pittsfield	413.66	727.00	1,140.66	B	5-2-68	2,482.00	4,362.00
City of Old Town	6,382.07	4,901.03	11,283.10	A	1-1-68	12,732.00	12,475.00
Town of Greenville	106.17	33.16	139.33	A	5-1-68	637.00	199.00
School Administrative District # 66	2,741.06	----	2,741.06	M.S.only	12-1-67	4,699.00	----
Town of Mechanic Falls	536.75	----	536.75	M.S.only	4-1-68	2,147.00	----
School Administrative District # 54	480.16	222.50	702.66	B	5-1-68	2,881.00	1,335.00
	<u>\$ 51,589,778.20</u>	<u>\$ 13,496,821.02</u>	<u>\$ 65,086,599.22</u>			<u>\$ 5,712,645.96</u>	<u>\$ 6,520,131.00</u>
Liberalized Credit - Out-of-State Service			150,000.00			-----	50,000.00
Earnings on Investments			<u>4,665,908.51</u>			<u>\$ 5,712,645.96</u>	<u>\$ 6,570,131.00</u>
TOTAL			<u>\$69,902,507.73</u>				

MAINE STATE RETIREMENT SYSTEM

Income from Investments

Fiscal Year Ended June 30, 1968

(Accrual Basis)

ADDITIONS:

INTEREST:

Bonds	\$3,833,211.20	
Mortgages	993,309.85	
Conditional Sales Agreement	18,184.88	
Commercial Finance Paper	<u>241,273.68</u>	
		\$5,085,979.61
Dividends on Stock		647,941.43
Accrued Interest at June 30, 1968		<u>1,076,035.48</u>

TOTAL ADDITIONS \$6,809,956.52

DEDUCTIONS:

Accrued Interest at June 30, 1967	1,024,513.23
Bond Premiums Amortized	32,872.83
Investment Costs:	
Custodial Fee	2,951.59
Commission on Stocks	4,884.22
Miscellaneous Expense	2,500.66
Prior Year Adjustment	<u>290.00</u>
	\$ <u>10,626.47</u>

TOTAL DEDUCTIONS \$1,068,012.53

NET EARNINGS \$5,741,943.99

YIELD FOR 1967-68 4.5899

MAINE STATE RETIREMENT SYSTEM

Summary of

Reserve Against Future Losses

July 1, 1967 through June 30, 1968

Balance July 1, 1967		\$ 980,730.21
ADDITIONS:		
Profit on Sale of Stock	\$459,995.56	
Write-off 1/15 Discount on Mortgage Loans	26,424.59	
Discount on Bonds - Matured and Called	<u>12,172.71</u>	
		<u>498,592.86</u>
		1,479,323.07
DEDUCTIONS:		
Loss on Sale of Bonds	16,037.80	
Loss on Mortgage Foreclosures	<u>1,204.80</u>	
		<u>17,242.60</u>
BALANCE JUNE 30, 1968		<u>\$1,462,080.47</u>

MAINE STATE RETIREMENT SYSTEM

Administration Funds
July 1, 1967 to June 30, 1968

	Gen. Adm.	Part. Act.	Dist. Serv.	Group Life Insurance	Social Security	Totals
<u>Revenue</u>						
General Fund	\$117,130.00			\$ 35,000.00		\$152,130.00
General Fund - S.B.	6,200.00					6,200.00
Highway Funds	11,137.00					11,137.00
Special Revenue Funds	5,734.00					5,734.00
Public Service Enterprises	2,077.00					2,077.00
Working Capital Funds	1,199.00					1,199.00
Participating Districts	24,144.70					24,144.70
Actuarial Services		\$17,099.00				17,099.00
Members Social Security Program					\$ 5,453.00	5,453.00
Due from Other Funds				49,995.00		49,995.00
Members Insurance Program				3,895.00		3,895.00
Dividend Received				624,017.78		624,017.78
Dedicated Revenue				70,955.12	12,589.94	83,545.06
TOTAL REVENUE	\$167,621.70	\$17,099.00		\$783,862.90	\$ 18,042.94	\$986,626.54
<u>Expenditures</u>						
Salaries	\$131,106.51			\$ 22,589.98	\$ 15,284.77	\$168,981.26
Actuarial Services	2,826.65	\$17,099.00				19,925.65
Medical Services	478.00					478.00
Investment Consultant	1,415.51					1,415.51
Accounting & Auditing Serv	2,096.70					2,096.70
Telephone & Telegraph	1,431.27			408.93	204.46	2,044.66
Travel Expense	1,475.65					1,475.65
Rent of Office Machine	930.50					930.50
Repairs to Equipment	2,688.81			706.68	176.67	3,572.16
Meter Postage	7,070.47			432.10	321.38	7,823.95
Printing & Binding	1,448.89			142.80	49.75	1,641.44
Office Supplies	4,680.16			989.05	290.00	5,959.21
Office Equipment	11,326.76			2,920.46	707.92	14,955.14
General Operating Costs	330.56				48.05	378.61
Retirement Costs	8,029.00			1,700.00	960.00	10,689.00
Employers Ins. Prem.Active				24,000.00		24,000.00
Employers Ins. Prem.Inactive				354,847.38		354,847.38
Participating District Dividend				98,532.01		98,532.01
Adjustments of Balance Forward					.81	.81
TOTAL EXPENSE	\$177,335.44	\$17,099.00		\$507,269.39	\$ 18,043.81	\$719,747.64
Current Year Reserves	(9,713.74)	-----		276,593.51	(.87)	266,878.90
Previous Year Reserves	35,824.27	-----		985,752.40	.87	1,021,577.54
Balance of Reserves	\$ 26,110.53	-----		\$1,262,345.91	\$-----	\$1,288,456.44

SUMMARY OF RESERVES

	1967-68 Year	Previous Years	Balance
Reserve for Future Premiums	\$ 1,095.59	\$471,574.86	\$ 472,670.45
Reserve for Deficiency - Basic Insurance		25,000.00	25,000.00
Reserve for Deficiency - Supplemental Ins.	275,497.92	489,177.54	764,675.46
	\$276,593.51	\$985,752.40	\$1,262,345.91
Reserve for Authorized Expenditures	\$ (.87)	\$.87	\$
Reserve for Authorized Expenditures	\$ (9,713.74)	\$ 35,824.27	\$ 26,110.53



Union Mutual Life Insurance Company

*Portland, Maine 04112
Telephone (207) 775-2361*

August 19, 1968

Board of Trustees of the Maine State Retirement System
and its Advisory Council on Group Life Insurance
Augusta, Maine

Gentlemen:

This is the report on the thirteenth dividend payable under the Maine State Group Life Insurance program. It covers the period from July 1, 1967 to June 30, 1968. It includes the State Employees and Teachers Regular plan, the State Employees and Teachers Supplemental plan and Participating Local District plans.

The total dividend payable to the State by Union Mutual Life Insurance Company is \$384,215.56. The split of the dividend is as follows:

<u>Classification</u>	<u>Amount</u>
State and Teachers (Regular)	\$285,201.45
State and Teachers (Supplemental)	-0-
City of Portland	- 1,558.12
City of Bangor	4,435.39
Pooled Districts (Regular)	86,564.51
Pooled Districts (Supplemental)	<u>9,572.33</u>
Total Dividend	\$384,215.56

The balance of this report will present the detailed experience and methods used to compute dividends for all plans.

State Employees and Teachers Regular Plan

State Contributions Active Employees and Teachers	\$ 24,000.00
State Contributions Retired Employees and Teachers	354,847.38
Employees and Teachers Contributions	810,197.67
Employees and Teachers Dependent Life Insurance	<u>17,699.44</u>
	\$1,206,744.49

Board of Trustees of the Maine State Retirement System
and its Advisory Council on Group Life Insurance
August 19, 1968
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Claims

Claims for the policy year may be split into the following categories:

1. Paid Claims
2. Conversion Charges
3. Disability Claims

Paid Claims

During the 12 month period, actual paid claims were \$872,140.

Conversion Charges

During the 12 month period, employees and teachers converted \$76,000 of insurance. The charge at \$75/1000 amounted to \$5,700.

Disability Claims

During the 12 month period, 3 employees with insurance retired on disability and were still alive on June 30, 1968. The total amount of insurance for this group was \$17,000. At \$600 per 1000, the disability reserve charge was \$10,200.

Disability Recoveries

During the 12 month period, there was one disability recovery with \$2,800 insurance releasing reserves of \$1,680.

Disabled Deaths

During the 12 month period no disabled people died.

Reduction in Disability Claims

During the 12 month period, the amount of insurance on 26 disability claimants was reduced by \$19,800. This releases reserves of \$11,880.

Board of Trustees of the Maine State Retirement System
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August 19, 1968
Page 3

Dividend Thirteenth Policy Year

Earned Premiums		\$1,206,744.49
Less: Paid Claims	\$872,140.00	
New reported and approved disability claims	10,200.00	
Conversion Charges	5,700.00	
Retention (3.9%)	<u>47,063.04</u>	<u>935,103.04</u>
Net		\$ 271,641.45
Plus: Recovered Disabled Claimants	1,680.00	
Reduction in Disability Claims	<u>11,880.00</u>	<u>13,560.00</u>
Thirteenth Year Dividend		\$ 285,201.45

State Employees and Teachers (Supplemental)

On March 5, 1962, a Supplemental plan for State Employees and Teachers became effective.

The premiums for the past policy year on this portion of the plan were \$563,179.75.

Conversion Charges

During the 12 month period there were no conversions.

Disability Claims

During the 12 month period there were no new disability claims.

Disability Recoveries

During the 12 month period there were no disability recoveries.

Dividend Seventh Policy Year

Earned Premiums		\$ 563,179.75
Less: Paid Claims	\$554,000.00	
Retention (3.9%)	<u>21,964.01</u>	<u>575,964.01</u>
Seventh Year Deficit		\$ - 12,784.26

MAINE STATE RETIREMENT SYSTEM

Augusta, Maine

SOCIAL SECURITY

The Maine State Retirement System has been designated the "State Agency" to collect contributions, from political subdivisions within the State, under the Federal Insurance Contributions Act.

These contributions are received and processed quarterly by paying collections under the FICA law to the Social Security Administration.

A summary of activity under this program is as follows:

Number of Reporting Units	549
Total Covered Employees	14,153
Total Payrolls	\$12,474,283.82
Total Tax Reported	\$ 1,097,736.98