

ANNUAL REPORT

OF THE

**Los Angeles County  
Employees Retirement  
Association**

FOR THE YEAR

ENDING DECEMBER 31, 1946

TO THE MEMBERS OF THE LOS ANGELES COUNTY  
EMPLOYEES RETIREMENT ASSOCIATION:

Pursuant to instructions of the Retirement Board, I am submitting herewith a financial and statistical report of the Los Angeles County Employees Retirement Association for the year ending December 31, 1946.

In order that the members may have a better understanding of the accounting terms used in our statement of Assets and Liabilities, there has been added a brief explanation of some of the items appearing therein.

The Retirement Board has exercised great care in the investment of the funds and an analysis of the securities owned by the Association, which appears on several of the later pages of the report, discloses a portfolio on well selected corporate, county, municipal, district and United States Government bonds.

There are certain benefits provided by your Retirement Association with which every member should be familiar:

Members with twenty years of service, who have attained the age of fifty-five, are eligible to retire.

Members with twenty years of service who leave county employment, may elect to leave their deposits with the Association and take a deferred retirement to commence at their option after they attain the age of fifty-five.

Retirement is compulsory for all members on the first of the month following that in which a member attains the age of seventy.

Members with ten years of service, regardless of age, are eligible for a disability retirement provided that the member is permanently incapacitated, physically or mentally, for the performance of his duties.

If a member should leave County Service and then prior to age 55 be reemployed, he may receive credit for the service he had at the time of his resignation, provided he redeposit within one year after his reemployment, the money he withdrew from the retirement fund at the time of leaving County Service.

When a member leaves County Service and withdraws his accumulated contributions, a withdrawal charge is made of one-half the interest credited to his account after June 30, 1943.

In case of death of a member, before retirement, his beneficiary is entitled to receive all of the member's contribution, with interest. In addition thereto, a death benefit shall be paid in an amount equal to one-twelfth of the annual compensation earnable by the deceased during the twelve months immediately preceding his death for each completed year of service, but not to exceed fifty per cent of such annual compensation. No death benefit shall be paid, if member is on leave of absence without pay for more than one month. If, for any reason, you should decide to change your beneficiary, please notify this office promptly.

In conclusion, it is my hope that all members of the Retirement Association will feel free to call upon us at any time in connection with their retirement problems or for further explanation concerning the operation of the system.

Very sincerely yours,



Chairman  
BOARD OF RETIREMENT.

STATEMENT  
OF  
RECEIPTS AND DISBURSEMENTS

For year ending December 31, 1946

**RECEIPTS**

Balance December 31, 1945 .....	\$ 66,309.71
Deductions from Members' Salaries .....	1,322,274.47
Deposits by Members on Military Leave .....	32,067.20
Redeposits, and in lieu of Salary Deductions .....	88,321.17
Deposits by Members of Additional Contributions .....	50,394.83
Contributions by County .....	1,248,419.29
Interest on Securities .....	635,022.61
Securities Sold .....	52,775.00
	\$3,495,584.28

**DISBURSEMENTS**

Refunds to Members Leaving Service .....	\$ 477,811.56
Members' Deposits transferred to Forestry and Firewardens Retirement System .....	20,899.26
Death Benefits Paid (61 Members) .....	84,359.77
Retirement Allowance—Service .....	411,680.42
Retirement Allowance—Disability .....	80,718.10
Securities Purchased .....	2,045,827.00
Balance December 31, 1946 .....	374,288.17
	\$3,495,584.28

STATEMENT  
OF  
ASSETS AND LIABILITIES

As of December 31, 1946

A S S E T S

Cash on Hand .....	\$	374,288.17	
Securities—Par Value .....		17,005,725.00*	
Premium on Purchases .....		915,032.46*	
Accounts Receivable			
Salary Deductions .....	\$124,962.04		
County Contributions .....	117,482.81	242,444.85	
Accrued Interest .....		<u>122,414.31</u>	<u>\$18,659,904.79</u>

L I A B I L I T I E S

Members Deposit Reserve (Salary Deductions and Interest) .....	\$	7,353,765.14	
(a) Additional Contributions .....		2,116,269.06	
Unclaimed Money of Former Members .....		6,403.27	
(b) County Advance Reserve .....		4,278,503.87	
(c) Annuity Reserve .....		901,840.95	
(d) Pension Reserve, Current Service .....		627,249.89	
(e) Pension Reserve, Prior Service .....		2,611,912.97	
Discount on Purchases .....		1,983.04	
Surplus (Analysis on following page) .....		<u>761,976.60</u>	<u>\$18,659,904.79</u>

- (a) Salary Deductions prior to January 1, 1938, plus extra deposits and interest.  
(b) Money advanced by County, not yet transferred to Pension Reserves (d) and (e).  
(c) Money transferred from Retired Members' Account, plus interest, less annuities paid.  
(d) { Money transferred from (b) at time members retire, plus interest,  
(e) { less pensions paid.

\* Securities: Book Value ..... 17,920,757.46  
Appraised Value ..... 19,069,578.14

## ANALYSIS OF SURPLUS

SURPLUS as of December 31, 1945 \$637,282.83

### ADDITIONS

Interest—Received during 1946	\$626,630.41	
Less accrued as of December 31, 1945	111,339.20	
	515,291.21	
Interest—Accrued as of December 31, 1946	122,414.31	
Withdrawal Charges	10,291.89	
Amortization of Bond Discount	16.96	\$648,014.37
		\$1,285,297.20

### DEDUCTIONS

Interest—Credited to members	\$246,906.72	
Interest—Credited to reserves	223,297.59	
Amortization of Bond Premium	52,680.24	
General Expenses	436.05	\$523,320.60
SURPLUS as of December 31, 1946		\$761,976.60

### GENERAL STATISTICS

Number of Members as of December 31, 1946 .....	9980
Number Retired during 1946 for Service .....	80
Number Retired during 1946 for Disability .....	25
Number Retired Members Deceased during 1946 .....	25
Number Retired Members on Roll December 31, 1946 (Service) .....	553
Number Retired Members on Roll December 31, 1946 (Disability) .....	157

## STATEMENT OF BONDS

As of December 31, 1946

Name	Par Value	Maturity Date	Appraised Value
<b>UNITED STATES GOVERNMENT</b>			
United States Treasury Savings Series G	\$ 500,000	1954/58	\$ 480,800.00
United States Treasury	8,500,000	1967/72	8,691,250.00
<b>DISTRICT</b>			
Castro Valley County Water	18,000	1965/70	26,398.80
Downey County Water	5,000	1962	7,073.50
East Bay Municipal Utility	100,000	1961/76	154,400.00
Golden Gate Bridge & Highway	120,000	1966/71	170,484.00
Los Angeles County Flood Control	747,500	1947/64	1,005,546.95
Los Angeles County Sanitation #1	132,000	1949/65	175,842.00
Los Angeles County Sanitation #2	270,000	1950/65	356,606.00
Los Angeles County Sanitation #4	6,000	1954	7,401.00
Los Angeles County Sanitation #5	60,000	1952/65	82,975.00
Los Angeles County Sanitation #8	12,000	1954/59	16,278.40
Los Angeles County South Bay Cities Sanitation	10,000	1956/58	12,839.00
Los Angeles County Water Works #10	7,500	1958/67	7,500.00
Los Angeles County Water Works #18	2,000	1947/50	2,000.00
Los Angeles County Water Works #21	3,000	1963/65	3,000.00
Los Angeles County Water Works #22	1,000	1960	1,000.00
Metropolitan Water District	676,000	1967/88	967,619.00
Pico County Water District	10,000	1959/60	12,610.00
<b>MUNICIPAL</b>			
Alhambra	15,000	1957/59	20,035.50
Anaheim	3,500	1948/60	4,597.25
Avalon	3,875	1947/53	4,450.27
Er a	7,500	1947/59	9,366.70
Compton	6,750	1947/55	7,984.57
Corona	2,000	1962	2,764.20
Glendora	3,000	1947/48	3,000.00
Hermosa Beach	18,000	1955/60	23,344.20
Huntington Beach	2,000	1947/48	2,000.00
Huntington Park	1,000	1958	1,314.40
Lindsay	5,000	1951/54	6,169.30
Long Beach	115,500	1948/65	147,414.40
Los Angeles	1,277,000	1947/75	1,685,465.30
Manhattan Beach	3,000	1947	3,000.00
Monterey Park	32,000	1951/66	39,897.80
Newport Beach	46,000	1947/55	51,198.00
Redondo Beach	20,000	1948/68	24,771.00

Name	Par Value	Maturity Date	Appraised Value
Municipal (cont'd)			
San Francisco	76,000	1948/66	103,554.20
San Gabriel	25,000	1964/68	30,510.00
Santa Monica	1,000	1953	1,226.10
Seal Beach	2,000	1947/48	2,056.50
South Gate	25,000	1957/65	35,607.50
South Pasadena	5,000	1953/55	6,448.50
Vernon	118,000	1951/63	160,661.80

#### SCHOOLS

Artesia	1,000	1953	1,216.00
Bell	8,000	1960/64	11,456.00
Beverly Hills	15,000	1962/66	22,053.00
Burbank	5,000	1960	6,855.50
Compton	15,000	1961/66	20,835.50
Crescenta	9,000	1962/65	13,014.90
Glendale	15,000	1963/64	21,691.50
Huntington Park	52,000	1957/64	71,515.90
Long Beach	30,000	1951/59	37,217.50
Los Angeles	634,000	1948/64	848,421.50
Lugo	4,000	1948	4,148.80
Lynwood	6,000	1951/52	7,072.20
Montebello	1,000	1948	1,055.10
Monte Vista	4,500	1948/55	5,307.30
Owensmouth	1,000	1948	1,055.30
Redondo	6,000	1952/55	7,479.60
San Antonio	500	1948	500.00
Sanger	5,000	1958	6,890.00
Santa Monica	5,000	1954	6,347.50
Soledad	1,000	1947/48	1,000.00
Topanga	24,000	1947/67	25,411.80
Tujunga	8,000	1954/61	10,610.40
Venice	22,000	1949/57	25,516.70
Voltaire	600	1947/49	600.00

#### MISCELLANEOUS

American Tel & Tel Co.	800,000	1975/86	806,875.00
Atchison, Topeka & Santa Fe	450,000	1995	585,000.00
Bethlehem Steel Corp.	265,000	1970/76	270,175.00
Mt. States Tel & Tel Co.	125,000	1986	124,875.00
Northern States Power (Minn.)	50,000	1975	51,185.00
Pacific Gas & Elect. Ref. Bonds	675,000	1974/79	719,385.00
Pacific Tel & Tel Co.	200,000	1985	204,000.00
Shell Union Oil	100,000	1971	98,500.00
Southern Cal. Edison Co.	275,000	1964	294,250.00
Union Pacific Railroad	200,000	1991	200,000.00

Total Par Value	17,005,725	Total Appraised Value	19,069,578.14
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**MEMBERS**  
of the  
**BOARD OF RETIREMENT**

**H. L. Byram, Chairman**

**Walter G. Gastil**

**William R. Harriman**

**J. W. Hartman**

**James K. Ingham**