

ANNUAL REPORT

of the

**Los Angeles County
Employees Retirement
Association**

FOR THE YEAR

ENDING DECEMBER 31, 1947

TO THE MEMBERS:

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, 1947.

Members of the Retirement Association may call upon us at any time regarding their retirement problems or for information concerning the operation of the system.

Very sincerely yours,



Chairman
BOARD OF RETIREMENT.

GENERAL INFORMATION

Service Retirement

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

Deferred Retirement

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. Such election should be made within a year after leaving service.

Disability Retirement

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.

Withdrawal Charges

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.

Reinstatement

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

Military Service

The Board of Supervisors has elected to contribute for each member of the Retirement System who served in the armed forces of the United States and subsequently reentered County service, an amount equal to the contribution which would have been made to the System by the member on the basis of his compensation earnable at the commencement of such absence. Individual accounts have been set up which will draw interest at the same rate as the Normal and Additional Contributions accounts, and at time of retirement will be matched by the County. These individual amounts are not payable to members upon withdrawal of contributions, and for this reason they were not shown on the statements sent to the members.

Death Benefit

Upon the death of a member before retirement, a death benefit is payable to his beneficiary. This benefit consists of his accumulated contributions, plus an amount equal to one month's salary for each year of service, but not to exceed six month's salary.

Beneficiary

When a member enters the Retirement System, he signs a card naming a beneficiary. Should he desire to change his beneficiary, he may do so by advising the Retirement Division, Treasurer's Department in writing.

STATEMENT
OF
RECEIPTS AND DISBURSEMENTS

For year ending December 31, 1947

R E C E I P T S

Balance December 31, 1946	\$ 374,288.17
Deductions from Members' Salaries	1,671,908.80
Deposits by Members on Military Leave	1,848.08
Redeposits, and in lieu of Salary Deductions	15,876.76
Deposits by Members of Additional Contributions	63,350.21
Contributions by County	1,627,669.77
Interest on Securities	586,612.50
Securities Sold	47,200.00
	<u>\$4,388,754.29</u>

D I S B U R S E M E N T S

Refunds to Members Leaving Service	\$ 402,975.31
Refunds of Military Service Deposits	91,052.09
Interest earned in 1945 transferred to Foresters, Firewardens and Firemens Retirement System	2,617.38
Death Benefits Paid (52 Members)	73,452.56
Retirement Allowance—Service	455,836.25
Retirement Allowance—Disability	104,646.31
Securities Purchased	2,843,372.14
Balance December 31, 1947	414,802.25
	<u>\$4,388,754.29</u>

**STATEMENT
OF
ASSETS AND LIABILITIES**

As of December 31, 1947

ASSETS

Cash on Hand		\$ 414,802.25
Securities—Par Value		19,743,525.00*
Premium on Purchases		927,159.60*
Accounts receivable		
Salary Deductions	\$160,918.31	
County Contributions	156,922.22	
County Contributions for Military Service	177,519.24	495,359.77
Accrued Interest		141,902.83
		\$21,722,749.45

LIABILITIES

Members Deposit Reserve (Salary		\$
Deductions and Interest)	\$8,656,365.52	
(a) Additional Contributions	2,130,457.20	
Unclaimed Money of Former Members	12,032.67	10,798,855.39
Members Reserve for Military		
Service, not refundable		177,519.24
(b) County Advance Reserve		5,190,652.73
(c) Annuity Reserve	1,039,373.71	
(d) Pension Reserve, Current Service	818,245.79	
(e) Pension Reserve, Prior Service	2,906,034.99	4,763,654.49
Discount on Purchases		26,472.96
Surplus (Analysis on following page)		765,594.64
		\$21,722,749.45

- (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	\$20,670,684.60
Appraised Value	20,962,047.03

ANALYSIS OF SURPLUS

SURPLUS as of December 31, 1946 \$761,976.60

ADDITIONS

Interest—Received during 1947	\$570,355.24	
Less accrued as of December 31, 1946	122,414.31	
	<u>447,940.93</u>	
Interest—Accrued as of December 31, 1947	141,902.83	
Withdrawal Charges	9,729.76	
Amortization of Bond Discount	197.58	599,771.10
		<u>\$1,361,747.70</u>

DEDUCTIONS

Interest—Credited to members	\$279,658.31	
Interest—Credited to reserves	259,290.03	
Amortization of Bond Premium	54,587.34	
Interest earned in 1945 transferred to Foresters, Firewardens and Firemens Retirement System	2,617.38	596,153.06
		<u>\$ 765,594.64</u>

GENERAL STATISTICS

Number of Members as of December 31, 1947	11,930
Number Retired during 1947 for Service	74
Number Retired during 1947 for Disability	33
Number Retired Members Deceased during 1947	42
Number Retired Members on Roll December 31, 1947 (Service)	604
Number Retired Members on Roll December 31, 1947 (Disability)	173

STATEMENT OF BONDS

As of December 31, 1947

Name	Par Value	Maturity Date	Appraised Value
UNITED STATES GOVERNMENT			
United States Treasury Savings Series G	600,000	1954/59	\$ 575,850.00
United States Treasury	8,500,000	1967/72	8,605,437.50
DISTRICT			
Castro Valley County Water	18,000	1965/70	25,290.00
Downey County Water District	5,000	1962	6,419.00
East Bay Municipal Utility	100,000	1961/76	146,720.00
Golden Gate Bridge & Highway	120,000	1966/71	164,610.00
Los Angeles County Flood Control	747,000	1948/64	955,981.00
Los Angeles County Sanitation # 1	132,000	1949/65	163,874.00
Los Angeles County Sanitation # 2	270,000	1950/65	335,308.50
Los Angeles County Sanitation # 4	6,000	1954	7,218.60
Los Angeles County Sanitation # 5	60,000	1952/65	77,007.40
Los Angeles County Sanitation # 8	12,000	1954/59	15,062.60
Los Angeles County South Bay Cities Sanitation	10,000	1956/58	12,395.00
Los Angeles County Water Works # 10	7,500	1958/67	7,500.00
Los Angeles County Water Works # 18	1,500	1948/50	1,500.00
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	885,308.50
Pico County Water District	10,000	1959/60	12,105.00
MUNICIPAL			
Alhambra	15,000	1957/59	19,200.00
Anaheim	3,500	1948/60	4,379.90
Avalon	3,500	1948/53	3,836.70
Brea	7,125	1948/59	8,576.43
Compton	6,000	1948/55	6,772.20
Corona	2,000	1962	2,622.00
Glendora	1,500	1948	1,500.00
Hermosa Beach	18,000	1955/60	21,436.20
Huntington Beach	1,000	1948	1,000.00
Huntington Park	1,000	1958	1,275.90
Lindsay	5,000	1951/54	5,876.90
Long Beach	115,500	1948/65	140,985.65
Los Angeles	1,249,000	1948/75	1,582,531.00
Monterey Park	32,000	1951/66	38,360.50
Newport Beach	37,500	1948/55	40,334.40
Redondo Beach	20,000	1948/68	23,424.10
San Francisco	76,000	1948/66	100,088.00
San Gabriel	25,000	1964/68	28,945.00
Santa Monica	1,000	1953	1,176.30

Name	Par Value	Maturity Date	Appraised Value
Municipal (cont'd)			
Seal Beach	1,000	1948	1,000.00
South Gate	25,000	1957/65	31,985.00
South Pasadena	5,000	1953/55	6,145.00
Vernon	118,000	1951/63	148,023.30

SCHOOLS

Artesia	1,000	1953	1,172.60
Bell	8,000	1960/64	10,667.20
Beverly Hills	15,000	1962/66	21,013.50
Burbank	5,000	1960	6,374.00
Compton	15,000	1961/66	19,665.00
Crescenta	9,000	1962/65	11,791.80
Glendale	15,000	1963/64	20,283.00
Huntington Park	52,000	1957/64	67,886.90
Long Beach	30,000	1951/59	35,624.50
Los Angeles	634,000	1948/64	807,818.80
Lugo	4,000	1948	4,000.00
Lynwood	6,000	1951/52	6,797.40
Montebello	1,000	1948	1,000.00
Monte Vista	4,500	1948/55	5,065.65
Owensmouth	1,000	1948	1,000.00
Redondo Beach	6,000	1952/55	7,228.20
San Antonio	500	1948	500.00
Sanger	5,000	1958	6,206.50
Santa Monica	5,000	1954	6,071.00
Soledad	500	1948	500.00
Topanga	23,000	1948/67	24,046.10
Tujunga	8,000	1954/61	10,219.20
Venice	22,000	1949/57	24,534.10
Voltaire	400	1948/49	400.00

MISCELLANEOUS

American Tel. & Tel. Co.	1,100,000	1975/87	986,500.00
Atchison, Topeka & Santa Fe	450,000	1995	522,000.00
Bethlehem Steel Corp.	500,000	1970/76	481,950.00
International Bank for Rec & Dev.	250,000	1972	238,125.00
Mt. States Tel. & Tel. Co.	200,000	1986	178,000.00
Northern States Power (Minn.)	150,000	1975	142,500.00
Pacific Gas & Elect. Co.	1,000,000	1974/80	988,775.00
Pacific Tel. & Tel. Co.	200,000	1985	183,000.00
Shell Union Oil	400,000	1971	370,000.00
Socony-Vacuum Oil Co., Inc.	300,000	1976	275,640.00
Southern Calif. Edison Co.	275,000	1964	288,750.00
Southern Calif. Gas Co.	350,000	1977	355,250.00
Southern Counties Gas Co.	350,000	1971/77	349,880.00
Terminal Railroad Assn. St. L.	100,000	1985	97,250.00
Union Pacific R. R. Co.	200,000	1976/91	183,500.00
Total Par Value	19,743,525	Total Appraised Value	20,962,047.03

MEMBERS
of the
BOARD OF RETIREMENT

H. L. Byram, Chairman

Walter G. Gastil

J. W. Hariman

James K. Ingham

O. E. Jones