

**ANNUAL REPORT**

**of the**

**Los Angeles County  
Employees Retirement  
Association**

**FOR THE YEAR**

**ENDING DECEMBER 31, 1948**

## 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, 1948.

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, 1948

**RECEIPTS**

Balance December 31, 1947 .....	\$ 414,802.25
Deductions from Members' Salaries .....	2,550,223.76
Redeposits, and in lieu of Salary Deductions .....	33,346.50
Deposits by Members of Additional Contributions .....	71,566.98
Contributions by County .....	2,485,842.75
Interest on Securities .....	663,087.84
Securities Sold .....	430,900.00
	<u>\$6,649,770.08</u>

**DISBURSEMENTS**

Refunds to Members Leaving Service .....	\$ 425,603.26
Refunds of Military Service Deposits .....	7,522.63
Members' Money transferred to other Counties .....	\$ 1,992.47
County Contributions " " " " .....	1,477.27      3,469.74
Death Benefits Paid (57 Members) .....	91,591.21
Retirement Allowance—Service .....	533,003.77
Retirement Allowance—Disability .....	126,418.77      659,422.54
Securities Purchased .....	5,120,276.82
Balance December 31, 1948 .....	341,883.88
	<u>\$6,649,770.08</u>

STATEMENT  
OF  
ASSETS AND LIABILITIES

As of December 31, 1948

**ASSETS**

Cash on Hand .....		\$ 341,883.88
Securities—Par Value .....		24,353,325.00*
Premium on Purchases .....		949,662.45*
Accounts Receivable		
Salary Deductions (Normal) .....	\$287,363.05	
Salary Deductions (Additional) .....	3,437.04	
County Contributions .....	274,304.62	565,104.71
County Contributions Receivable for Military Service .....		179,500.29
Accrued Interest .....		187,661.08
		<u>\$26,577,137.41</u>

**LIABILITIES**

Members Deposit Reserve (Salary Deductions and Interest) .....	\$10,946,818.13	\$
(a) Additional Contributions .....	2,098,543.29	
Unclaimed Money of Former Members .....	18,660.33	13,064,021.75
Members Reserve for Military Service, not refundable .....		179,500.29
(b) County Advance Reserve .....		6,564,292.79
(c) Annuity Reserve .....	1,317,592.41	
(d) Pension Reserve, Current Service .....	1,127,657.98	
(e) Pension Reserve, Prior Service .....	3,504,353.42	5,949,603.81
Discount on Purchases .....		61,481.80
Surplus (Analysis on following page) .....		758,236.97
		<u>\$26,577,137.41</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 ..... \$25,302,987.45  
Appraised Value ..... 25,660,871.04

## ANALYSIS OF SURPLUS

SURPLUS as of December 31, 1947 \$765,594.64

### ADDITIONS

Interest—Received during 1948	\$634,427.53	
Less accrued as of December 31, 1947	141,902.83	
	492,524.70	
Interest—Accrued as of December 31, 1948	187,661.08	
Withdrawal Charges	8,664.70	
Amortization of Bond Discount	1,241.53	\$690,092.01
		<b>\$1,455,686.65</b>

### DEDUCTIONS

Interest—Credited to Members	\$321,992.20	
Interest—Credited to Reserves	310,824.96	
Amortization of Bond Premium	56,538.40	
Loss on Sales of Securities	8,094.12	697,449.68
		<b>\$ 758,236.97</b>

### GENERAL STATISTICS

Number of Members as of December 31, 1948 .....	13,500
Number Retired during 1948 for Service .....	117
Number Retired during 1948 for Disability .....	38
Number Retired Members Deceased during 1948 .....	40
Number Retired Members on Roll December 31, 1948 (Service) .....	694
Number Retired Members on Roll December 31, 1948 (Disability) .....	202

# STATEMENT OF BONDS

As of December 31, 1948

Name	Par Value	Maturity Date	Appraised Value
<b>UNITED STATES GOVERNMENT</b>			
United States Treasury Savings Series G	1,200,000	1954/60	\$1,165,650.00
United States Treasury	8,500,000	1967/72	8,539,839.50
<b>DISTRICT</b>			
Castro Valley County Water	18,000	1965/70	23,661.00
Downey County Water District	5,000	1962	6,651.50
East Bay Municipal Utility	100,000	1961/76	145,950.00
Golden Gate Bridge & Highway	120,000	1966/71	160,188.00
Los Angeles County Flood Control	746,500	1949/64	941,023.15
Los Angeles County Sanitation # 1	132,000	1949/65	166,002.00
Los Angeles County Sanitation # 2	270,000	1950/65	339,730.50
Los Angeles County Sanitation # 4	6,000	1954	7,159.20
Los Angeles County Sanitation # 5	60,000	1952/65	77,906.20
Los Angeles County Sanitation # 8	12,000	1954/59	15,524.40
Los Angeles County South Bay Cities Sanitation	10,000	1956/58	12,347.00
Los Angeles County Water Works # 10	7,500	1958/67	7,500.00
Los Angeles County Water Works # 18	1,000	1949/50	1,000.00
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	884,590.40
Pico County Water District	10,000	1959/60	12,393.00
<b>MUNICIPAL</b>			
Alhambra	15,000	1957/59	18,943.50
Anaheim	3,000	1949/60	3,735.00
Avalon	3,125	1949/53	3,292.06
Brea	6,750	1949/59	8,080.20
Compton	5,250	1949/55	5,930.93
Corona	2,000	1962	2,567.60
Hermosa Beach	18,000	1955/60	21,520.80
Huntington Park	1,000	1958	1,253.80
Lindsay	5,000	1951/54	5,675.00
Long Beach	111,500	1949/65	133,254.25
Los Angeles	1,234,000	1949/75	1,551,872.70
Monterey Park	32,000	1951/66	38,190.30
Newport Beach	24,000	1949/55	25,466.20
Redondo Beach	19,000	1949/68	21,266.50
San Francisco	75,000	1949/66	\$ 96,292.50
San Gabriel	25,000	1964/68	28,365.00
Santa Monica	1,000	1953	1,140.50
South Gate	25,000	1957/65	32,895.00
South Pasadena	5,000	1953/55	5,937.00
Vernon	118,000	1951/63	150,510.00

Name	Par Value	Maturity Date	Appraised Value
<b>SCHOOLS</b>			
Artesia	1,000	1953	1,144.80
Bell	8,000	1960/64	9,924.80
Beverly Hills	15,000	1962/66	20,433.00
Burbank	5,000	1960	6,343.50
Compton	15,000	1961/66	19,381.50
Crescenta	9,000	1962/65	12,229.20
Glendale	15,000	1963/64	20,382.00
Huntington Park	52,000	1957/64	67,099.00
Las Virgenes	30,000	1962/68	30,195.00
Long Beach	30,000	1951/59	34,819.00
Los Angeles	629,000	1950/64	794,754.90
Lynwood	6,000	1951/52	7,266.00
Monte Vista	3,500	1951/55	4,049.85
Redondo Beach	6,000	1952/55	6,969.50
Sanger	5,000	1958	6,371.00
Santa Monica	5,000	1954	5,902.50
Topanga	22,000	1949/67	22,687.60
Tujunga	8,000	1954/61	9,894.40
Venice	22,000	1949/57	23,530.40
Voltaire	200	1949	200.00
<b>UTILITIES</b>			
American Tel. & Tel. Co.	1,350,000	1975/87	1,250,625.00
Consolidated Gas Elec. L. & P. Co.	450,000	1981	452,250.00
Michigan Bell Tel. Co.	250,000	1988	257,187.50
Mountain States Tel. & Tel. Co.	200,000	1986	182,000.00
New Jersey Bell Tel. Co.	250,000	1988	255,625.00
Northern Indiana Pub. Ser. Co.	250,000	1973	250,000.00
Northern States Power Co.	150,000	1975	149,062.50
Pacific Gas & Elec. Co.	1,350,000	1974/82	1,378,362.50
Pacific Tel. & Tel. Co.	800,000	1978/85	791,562.50
Southern Calif. Edison Co.	525,000	1964/73	551,250.00
Southern Calif. Gas Co.	350,000	1977	336,000.00
Southern Counties Gas Co.	750,000	1977/78	760,500.00
<b>RAILROADS</b>			
Atchison, Topeka & Santa Fe Ry.	450,000	1995	551,812.50
Chesapeake & Ohio Ry.	125,000	1992	152,500.00
Terminal RR Assn.	250,000	1985	249,687.50
Union Pacific R. R.	300,000	1970/91	292,750.00
Virginian Ry.	260,000	1973/95	251,200.00
<b>MISCELLANEOUS</b>			
American Tobacco Co.	100,000	1969	102,750.00
Atlantic Refining Co.	100,000	1966	100,500.00
Bethlehem Steel Co.	500,000	1970/76	495,425.00
International Bank for Rec. & Dev.	250,000	1972	246,250.00
National Dairy Products Co.	100,000	1970	99,875.00
Shell Union Oil Co.	500,000	1971	483,750.00
Union Oil Co.	250,000	1970	249,062.50
Total Par Value	\$24,353,325	Total Appraised Value	\$25,660,871.04

**MEMBERS**  
of the  
**BOARD OF RETIREMENT**

**H. L. Byram, Chairman**

**Walter G. Gastil**

**J. W. Hartman**

**James K. Ingham**

**O. E. Jones**