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# ANNUAL REPORT

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## LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

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*For the Year Ended  
December 31  
1966*

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## TO THE MEMBERS

This Annual Report of the Los Angeles County Employees Retirement Association for the year ended December 31, 1966 is sent to you for the purpose of providing general, statistical and financial information concerning your retirement system.

The Retirement Law makes all individual records of members confidential. Such records may not be disclosed to anyone, other than the member himself, except in the administration of the Retirement Law or upon order of a court of competent jurisdiction.

Any member of the Retirement Association may call upon the Retirement Division of the Office of County Treasurer at any time for information regarding retirement problems, or for information concerning the operation of the system. When writing, be sure to give your home address, employee number, and department. Please do not telephone about matters of confidential record. Be prepared to identify yourself when you come to the office.

Sincerely yours,



Chairman  
Board of Retirement

## **GENERAL INFORMATION—ACTIVE MEMBERS**

### **MEMBERSHIP**

Every employee appointed to a permanent position of three-quarter time or more in County service becomes a member of the Los Angeles County Employees Retirement Association (LACERA) on the first of the month following the month in which appointed. Appointees to positions in police, firefighting, and ocean lifeguard classifications, under age 36, become safety members. All others become general members.

Employees appointed to nonpermanent positions who work 180 days in a calendar year may become optional members if they so elect before March 31 of the next year.

### **CONTRIBUTIONS**

Contributions to the Retirement Association are made by both the members and their employers. The rate of contribution for members is determined by sex and age at entrance in the Retirement Association. At present male member rates range from 6.18% of salary at age 16 to 10.33% of salary at age 59 or over. Female member rates range from 5.98% of salary at age 16 to 12.28% of salary at age 59 or over. Safety member rates range from 8.87% of salary at age 21 to 10.48% of salary at age 35. The contribution rates of members who are covered under social security are reduced by one-third with respect to the first \$350.00 of monthly salary. Contributions are discontinued when a member completes thirty years of continuous County service.

### **CREDIT FOR PREVIOUS SERVICE**

Members who have worked in County service in a nonpermanent position before entering membership may obtain retirement credit for their nonmembership service. Members who withdrew from membership after terminating a previous period of County service also may obtain retirement credit for their previous service. Particulars applicable to each member entitled to these benefits may be obtained by written request addressed to the Retirement Division of the Office of County Treasurer.

### **QUALIFICATIONS FOR SERVICE RETIREMENT**

- A service retirement application may be filed by any member who:
- a. is 55 years of age or older and has retirement credit for 10 or more years of County service, or
  - b. has retirement credit for 30 years of County service, regardless of age.

General members must retire at age 70 and safety members must retire at age 60.

A disability retirement application may be filed by any member who becomes permanently disabled for the performance of his duties. Disabilities that result from a job caused injury are termed service-connected and an application for retirement under these conditions may be filed regardless of age or length of service. Disabilities that are not caused by an on-the-job injury are termed nonservice-connected disabilities and an application for retirement under these conditions may be filed by any member who has five or more years of retirement credit.

### **QUALIFICATIONS FOR DEFERRED RETIREMENT**

Deferred retirement status is available to members who terminate County service with five or more years of retirement credit, and who apply in writing to enter deferred retirement status within 180 days after termination. Terminating members should carefully read the waiver relating to deferred retirement that is printed on the reverse side of the "Withdrawal Certificate". Deferred members may receive a retirement allowance at any time after attaining age 55, providing at least 10 years have passed from their entry in the Retirement Association or at any age after 30 years from their entry date.

### **APPROVAL OF APPLICATIONS FOR RETIREMENT BENEFITS**

Each application for a service or disability retirement allowance or for deferred retirement status is individually approved by the Board of Retirement. A letter informing each applicant of the action taken by the Board with respect to his application is sent by the chairman. Applicants should contact the Retirement Division if such a letter is not received within a few days after the meeting of the Board at which their application was considered.

### **RECIPROCITY WITH OTHER RETIREMENT SYSTEMS**

Reciprocal retirement benefits are available to members who terminate County service to accept a position with another qualified public agency in California. Members contemplating taking such action should contact the Retirement Division before leaving service for reciprocal benefits information applicable to their individual circumstances.

### **DEATH AND SURVIVOR BENEFITS FOR ACTIVE MEMBERS**

The death benefit payable to the beneficiary of a member who dies before retirement consists of:

- a. The member's contributions and interest credited to his account, plus;
- b. An amount equal to an average month's salary (based on the last twelve months) for each year of retirement credit, but not exceeding six months' salary.

The death benefit may be paid in a lump sum or in 120 equal payments at the option of the beneficiary.

When the member's death was not caused by an injury on the job the surviving spouse or the guardian for the unmarried children under age 18 may elect a monthly allowance in lieu of the basic death benefit equal to 60% of the retirement allowance that the member would have received had he retired on the date of death.

If the member's death was caused by an injury on the job, the surviving spouse or the guardian for the unmarried children under age 18 may elect a monthly allowance in lieu of the basic death benefit equal to the retirement allowance that the member would have received had he retired because of service-connected disability on the date of death. In such cases, an unmarried widow with children under age 18 in her custody may receive an additional allowance based on the number of children as follows:

1 child	25% of basic allowance
2 children	40% of basic allowance
3 or more children	50% of basic allowance

### **BENEFICIARY DESIGNATION**

The name and relationship of his beneficiary is given by each member when he enters the Retirement Association. A married member normally names his spouse as beneficiary because of the community property laws of California and the survivorship benefits available to a spouse in the event of the member's death.

The person named as beneficiary may be changed at any time that changes occur in the member's personal circumstances. Request to change beneficiary forms are available at departmental personnel and payroll offices or from the Retirement Division.

**DO NOT FAIL TO KEEP YOUR BENEFICIARY DESIGNATION UP-TO-DATE.**

### **SOCIAL SECURITY COVERAGE**

All employees who became members of the Retirement Association on or after June 1, 1964, and all employees who elected OASDI coverage during the division of the Retirement Association are covered under social security. OASDI contributions (FICA taxes) are paid by these members on the first \$6,600 of salary paid them during each calendar year. Old age, survivor, and disability benefits provided by the Social Security Act are payable to these members providing they meet the eligibility requirements. Questions concerning eligibility for these benefits should be directed to the nearest social security office.

### **WITHDRAWAL OF CONTRIBUTIONS**

When a member leaves County service, he may withdraw the contributions he has made to the Retirement Association plus the interest credited to his account. Contributions made for OASDI coverage (FICA taxes) are not refunded when a member terminates County service.

Withdrawal of contributions forms are initiated by the employing department during the termination process and forwarded to the Retirement Division so that a refund warrant may be prepared.

## **GENERAL INFORMATION—RETIRED MEMBERS**

### ***APPLICATION FOR RETIREMENT***

A retirement application is submitted to the Board of Retirement by each member who desires to retire. The Board of Retirement meets on the first Wednesday of each month to consider the applications for service retirement filed up to the 20th of the preceding month. Applications for disability retirement, accompanied by the attending physician's medical report, must be filed by the 10th of the preceding month to be considered at the next meeting of the Board of Retirement.

### ***AMOUNT OF RETIREMENT ALLOWANCE***

The amount of retirement allowance that will be received by a retired member throughout his lifetime is dependent on the retirement plan or basis selected by the member when he files his application. A member may choose either the unmodified basis or one of four optional bases to determine his retirement income.

The unmodified basis provides both the maximum retirement allowance for the member and a continuation of 60% of that allowance to his surviving spouse, if marriage occurred a year or more before retirement. Unmarried members may choose one of the optional bases which provide a smaller retirement allowance for the member, but enable him to provide for a beneficiary in the event of his death. Detailed information about the optional bases is available from the Retirement Division.

### ***COUNTY SERVICE AFTER RETIREMENT***

A retired member may not be paid for service to the County, except as follows:

- a. Payments for service as a juror or election officer.
- b. Payments for suggestions made for the improvement of County or district activities.

### ***ENDORSEMENT OF RETIREMENT WARRANT***

Personal endorsement of his retirement warrant is required of each retired member. His mark, witnessed by two persons who sign their names and give their addresses, is acceptable when the member is unable to sign his name.

A member who is traveling may arrange to have his warrant deposited in his bank account without his personal endorsement. The Retirement Division should be contacted before beginning an extended trip to make the necessary arrangements.

## **DEDUCTIONS FROM RETIREMENT ALLOWANCES**

Deductions from retirement allowances may be authorized for the following purposes:

- a. Group insurance.
- b. Credit union loan repayments or savings deposits.
- c. Medicare premium payments.

## **FEDERAL AND STATE INCOME TAX STATUS**

Retirement allowance income of retired members is taxable under both Federal and State of California Income Tax laws. A statement showing the taxable income status of each retired member's retirement allowance is provided by the Retirement Division at the time of retirement.

## **DEATH AND SURVIVOR BENEFITS — SERVICE RETIREMENT OR NON-SERVICE-CONNECTED DISABILITY RETIREMENT**

When death occurs after a member has retired under the unmodified plan of retirement, the surviving spouse or the guardian for the unmarried children under age 18 may be entitled to receive a monthly allowance equal to 60% of the retirement allowance received by the member before his death. To be eligible for this monthly allowance the member must have retired after September 21, 1951, and the surviving spouse must:

- a. be the named beneficiary, and
- b. have been married to the member at least one year before he retired.

## **DEATH AND SURVIVOR BENEFITS — SERVICE-CONNECTED DISABILITY RETIREMENT**

The surviving spouse or the guardian for the unmarried children under age 18 continue to receive the same retirement allowance that the member received before his death. To be eligible for this benefit, the spouse must:

- a. be named as beneficiary, and
- b. have been married to the member when he retired.

## HOW TO COMPUTE A RETIREMENT ALLOWANCE ESTIMATE

Retirement allowances are based on a percentage of average monthly salary for three latest or highest paid years of service. This average monthly salary is called final compensation. Determine final compensation by adding the monthly salary for the latest or highest 36 months and dividing the sum by 36. For example:

MONTHLY SALARY	×	NO. OF MONTHS	=	
\$608.00	×	8	=	\$ 4,864.00
575.00	×	12	=	6,900.00
545.00	×	12	=	6,540.00
489.00	×	4	=	1,956.00
		36		\$20,260.00

$$\text{AVERAGE SALARY} = \$20,260 \div 36 = \$562.78$$

After computing the average salary, find the percentage that applies to the age and years of service at retirement as shown on the following charts. There is a separate chart for safety members, male general members, and female general members. A male general member age 60 with 25 years of service would find that his percentage is 47.92% by matching the line for 25 years of service with the column for 60 years of age on the chart for male general members. Multiply the appropriate percentage times the average salary, for example:

$$\text{AVERAGE SALARY } \$562.78 \times 47.92\% = \$269.68$$

This retirement allowance is the amount payable to the member under the unmodified basis for service retirement. Disability retirement allowance estimates and optional basis retirement allowance estimates are computed by the Retirement Division.

# AMOUNT OF RETIREMENT ALLOWANCE PER MONTH

SAFETY MEMBERS

MALE and FEMALE

(Firemen, Peace Officers, Lifeguards)

Percentage of Final Compensation

Years of Service	AGES					
	55	56	57	58	59	60
10	20.00	21.03	22.16	23.38	24.67	26.20
11	22.00	23.14	24.37	25.72	27.14	28.82
12	24.00	25.24	26.59	28.06	29.61	31.44
13	26.00	27.34	28.80	30.40	32.07	34.06
14	28.00	29.44	31.02	32.74	34.54	36.68
15	30.00	31.55	33.23	35.08	37.01	39.30
16	32.00	33.65	35.45	37.41	39.48	41.92
17	34.00	35.75	37.67	39.75	41.94	44.54
18	36.00	37.86	39.88	42.09	44.41	47.16
19	38.00	39.96	42.10	44.43	46.88	49.78
20	40.00	42.06	44.31	46.77	49.34	52.40
21	42.00	44.17	46.53	49.11	51.81	55.02
22	44.00	46.27	48.74	51.44	54.28	57.64
23	46.00	48.37	50.96	53.78	56.75	60.26
24	48.00	50.48	53.17	56.12	59.21	62.88
25	50.00	52.58	55.39	58.46	61.68	65.50
26	52.00	54.68	57.61	60.80	64.15	68.11
27	54.00	56.79	59.82	63.14	66.61	70.73
28	56.00	58.89	62.04	65.48	69.08	73.35
29	58.00	60.99	64.25	67.81	71.55	75.00
30	60.00	63.10	66.47	70.15	74.02	
31	62.00	65.20	68.68	72.49	75.00	
32	64.00	67.30	70.90	74.83		
33	66.00	69.41	73.11	75.00		
34	68.00	71.51	75.00			
35		73.61				

Years of Service	Ages				
	50	51	52	53	54
30	46.83	49.36	52.07	54.51	57.13
31	48.39	51.00	53.80	56.33	59.04
32	49.95	52.65	55.54	58.14	60.94
33	51.51	54.29	57.27	59.96	62.85
34	53.07	55.94	59.01	61.78	64.75
35		57.58	60.75	63.60	65.00
36			62.48	65.00	

# AMOUNT OF RETIREMENT ALLOWANCE PER MONTH

## GENERAL MEMBERS      MALE

Percentage of Final Compensation

Years of Service	Ages										
	55	56	57	58	59	60	61	62	63	64	65 & Over
10	14.63	15.39	16.21	17.11	18.09	19.17	19.91	20.89	21.93	23.04	24.21
11	16.09	16.92	17.83	18.81	19.89	21.08	21.89	22.98	24.12	25.34	26.63
12	17.56	18.46	19.45	20.53	21.70	23.00	23.89	25.07	26.32	27.64	29.05
13	19.02	20.00	21.07	22.24	23.51	24.92	25.88	27.16	28.51	29.95	31.47
14	20.48	21.54	22.69	23.95	25.32	26.83	27.86	29.25	30.70	32.25	33.89
15	21.95	23.08	24.31	25.66	27.13	28.75	29.86	31.34	32.90	34.56	36.31
16	23.41	24.62	25.94	27.37	28.94	30.67	31.85	33.43	35.09	36.86	38.73
17	24.87	26.15	27.55	29.08	30.75	32.58	33.84	35.51	37.28	39.16	41.15
18	26.34	27.70	29.18	30.79	32.56	34.50	35.83	37.60	39.48	41.47	43.57
19	27.80	29.23	30.80	32.51	34.37	36.42	37.82	39.69	41.67	43.77	46.00
20	29.26	30.77	32.41	34.21	36.17	38.33	39.81	41.78	43.86	46.07	48.41
21	30.73	32.31	34.04	35.92	37.99	40.25	41.80	43.87	46.06	48.38	50.84
22	32.19	33.85	35.66	37.64	39.79	42.17	43.79	45.96	48.25	50.68	53.26
23	33.65	35.39	37.28	39.34	41.60	44.08	45.78	48.05	50.44	52.98	55.68
24	35.12	36.93	38.90	41.06	43.41	46.00	47.77	50.14	52.64	55.29	58.10
25	36.58	38.47	40.52	42.77	45.22	47.92	49.76	52.23	54.83	57.59	60.52
26	38.04	40.00	42.14	44.47	47.03	49.83	51.75	54.32	57.03	59.90	62.94
27	39.51	41.54	43.76	46.19	48.84	51.75	53.74	56.41	59.22	62.20	65.36
28	40.97	43.08	45.38	47.90	50.65	53.67	55.73	58.50	61.41	64.50	67.78
29	42.43	44.62	47.00	49.61	52.45	55.58	57.72	60.59	63.61	66.81	70.20
30	43.89	46.16	48.62	51.32	54.26	57.50	59.72	62.67	65.80	69.11	72.63
31	45.36	47.70	50.25	53.03	56.07	59.42	61.71	64.76	67.99	71.41	75.00
32	46.82	49.23	51.86	54.74	57.88	61.33	63.70	65.85	70.19	73.72	
33	48.28	50.78	53.49	56.45	59.69	63.25	65.69	68.94	72.38	75.00	
34	49.75	52.32	55.11	58.16	61.50	65.17	67.68	71.03	74.57		
35	51.21	53.85	56.73	59.87	63.31	67.08	69.67	73.12	75.00		
36	52.67	55.39	58.35	61.58	65.12	69.00	71.66	75.00			
37	54.14	56.93	59.97	63.29	66.93	70.92	73.65				
38	55.60	58.47	61.59	65.01	68.74	72.83	75.00				
39	57.06	60.01	63.21	66.72	70.54	74.75					
40		61.55	64.83	68.43	72.35	75.00					
41			66.45	70.14	74.16						
42				71.85	75.00						

Years of Service	Ages				
	50	51	52	53	54
30	34.26	36.10	37.95	39.83	41.80
31	35.40	37.31	39.21	41.16	43.19
32	36.54	38.52	40.48	42.49	44.59
33	37.69	39.72	41.74	43.82	45.98
34	38.83	40.92	43.01	45.15	47.37
35		42.13	44.27	46.47	48.77
36			45.54	47.80	50.16

# AMOUNT OF RETIREMENT ALLOWANCE PER MONTH

## GENERAL MEMBERS      FEMALE

Percentage of Final Compensation

Years of Service	Ages										
	55	56	57	58	59	60	61	62	63	64	65 & Over
10	14.92	15.64	16.41	17.25	18.17	19.17	19.91	20.91	21.98	23.11	24.32
11	16.42	17.20	18.05	18.98	19.98	21.08	21.90	23.00	24.17	25.42	26.75
12	17.91	18.76	19.69	20.70	21.80	23.00	23.89	25.10	26.37	27.73	29.19
13	19.40	20.33	21.33	22.43	23.61	24.92	25.89	27.19	28.57	30.04	31.62
14	20.89	21.89	22.97	24.15	25.43	26.83	27.88	29.28	30.77	32.35	34.05
15	22.38	23.45	24.62	25.88	27.25	28.75	29.87	31.37	32.96	34.66	36.48
16	23.88	25.02	26.26	27.60	29.06	30.67	31.86	33.46	35.16	36.97	38.91
17	25.37	26.58	27.90	29.33	30.88	32.58	33.85	35.55	37.36	39.28	41.35
18	26.86	28.15	29.54	31.05	32.70	34.50	35.84	37.64	39.56	41.59	43.78
19	28.35	29.71	31.18	32.78	34.51	36.42	37.83	39.74	41.76	43.91	46.21
20	29.85	31.27	32.82	34.50	36.33	38.33	39.82	41.83	43.95	46.22	48.64
21	31.34	32.84	34.46	36.23	38.15	40.25	41.81	43.92	46.15	48.53	51.08
22	32.83	34.40	36.10	37.95	39.96	42.17	43.81	46.01	48.35	50.84	53.51
23	34.32	35.96	37.74	39.68	41.78	44.08	45.80	48.10	50.55	53.15	55.94
24	35.82	37.53	39.38	41.40	43.60	46.00	47.79	50.19	52.74	55.46	58.37
25	37.31	39.09	41.03	43.13	45.41	47.92	49.78	52.28	54.94	57.77	60.80
26	38.80	40.66	42.67	44.85	47.23	49.83	51.77	54.37	57.14	60.08	63.24
27	40.29	42.22	44.31	46.58	49.05	51.75	53.76	56.47	59.34	62.39	65.67
28	41.79	43.78	45.95	48.30	50.86	53.67	55.75	58.56	61.53	64.70	68.10
29	43.28	45.35	47.59	50.03	52.68	55.58	57.74	60.65	63.73	67.01	70.53
30	44.77	46.91	49.23	51.75	54.50	57.50	59.73	62.74	65.93	69.33	72.97
31	46.26	48.47	50.87	53.48	56.31	59.42	61.73	64.83	68.13	71.64	75.00
32	47.75	50.04	52.51	55.20	58.13	61.33	63.72	66.92	70.33	73.95	
33	49.25	51.60	54.15	56.93	59.94	63.25	65.71	69.01	72.52	75.00	
34	50.74	53.16	55.79	58.65	61.76	65.17	67.70	71.11	74.72		
35	52.23	54.73	57.44	60.38	63.58	67.08	69.69	73.20	75.00		
36	53.72	56.29	59.08	62.10	65.39	69.00	71.68	75.00			
37	55.22	57.86	60.72	63.83	67.21	70.92	73.67				
38	56.71	59.42	62.36	65.55	69.03	72.83	75.00				
39	58.20	60.98	64.00	67.28	70.84	74.75					
40		62.55	65.64	69.00	72.66	75.00					
41			67.28	70.73	74.48						
42				72.45	75.00						

Years of Service	Ages				
	50	51	52	53	54
30	35.45	37.28	39.08	40.90	42.78
31	36.64	38.53	40.38	42.27	44.21
32	37.82	39.77	41.69	43.63	45.63
33	39.00	41.01	42.99	45.00	47.06
34	40.18	42.26	44.29	46.36	48.48
35		43.50	45.59	47.72	49.91
36			46.90	49.09	51.34

## HOW TO COMPUTE A RETIREMENT ALLOWANCE ESTIMATE COORDINATED WITH SOCIAL SECURITY BENEFITS

Members who are covered by social security receive a reduced service retirement allowance from LACERA. The reduction is dependent on age at retirement and the number of years with social security coverage. These members receive social security benefits beginning at age 62, in addition to a retirement allowance from LACERA. An estimate of the reduced retirement income from LACERA may be computed as follows:

1. Compute the unmodified service retirement allowance.
2. Determine the reduction factor for age at retirement from the following chart.
3. Determine the number of years with social security coverage.
4. Multiply the reduction factor times the number of years with social security coverage to obtain the amount of the reduction.
5. Subtract the amount of reduction from the unmodified allowance to determine the reduced retirement allowance.

If the member who retired at age 60 with 25 years of service had been covered by social security during the last 15 years of his County service, his reduced retirement allowance would be computed as follows:

Unmodified Retirement Allowance	\$269.68
Reduction, 15 years $\times$ \$2.23	33.45
Reduced Retirement Allowance	<u>\$236.23</u>

**REDUCTION FACTORS FOR RETIREMENT ALLOWANCES  
OF MEMBERS COVERED UNDER SOCIAL SECURITY**

<u>AGE AT RETIREMENT</u>	<u>MALE REDUCTION</u>	<u>FEMALE REDUCTION</u>
50	\$1.334	\$1.379
51	1.404	1.449
52	1.477	1.519
53	1.551	1.589
54	1.624	1.663
55	1.705	1.74
56	1.792	1.825
57	1.89	1.915
58	1.995	2.013
59	2.111	2.121
60	2.23	2.23
61	2.322	2.322
62	2.436	2.434
63	2.559	2.56
64	2.688	2.697
65 and over	2.825	2.839

This table assumes final compensation equal to or exceeding \$350.00.

**LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION  
STATEMENT OF FINANCIAL CONDITION**

December 31, 1966

ASSETS

CASH AND ACCRUED ASSETS

Cash .....	\$	39,569.87
<b>Accrued Assets</b>		
Accrued Interest Receivable.....	\$	5,254,910.72
Accrued Rentals Receivable .....		99,487.00
Accrued Members Contributions Receivable .....		1,958,426.29
Accrued Employer Contributions Receivable .....		888,225.74
OASDI Reimbursements and Unclassified Accounts Receivable.....		<u>21,916.53</u>
Total Accrued Assets .....		8,222,966.28

INVESTMENTS

Securities—Par Value .....	\$468,403,546.50	
Premium on Securities Purchases .....	<u>2,939,712.27</u>	
Sub Total .....	\$471,343,258.77	
Discount on Securities Purchases .....	<u>3,152,314.62</u>	
Securities—Book Value .....		468,190,944.15
<b>Real Estate Projects at Cost</b>		
(See Schedule 1) .....	\$ 99,455,152.95	
Less Accumulated Amortization .....	<u>4,309,698.38</u>	
Real Estate Projects—Book Value .....		95,145,454.57
<b>F.H.A. and V.A. Insured Mortgages—</b>		
Par Value .....	\$ 30,776,931.94	
Discount on Mortgage Purchases .....	<u>734,756.77</u>	
F.H.A. and V.A. Insured Mortgages—Book Value .....		<u>30,042,175.17</u>
Total Assets .....		<u><u>\$601,641,110.04</u></u>

**LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION  
STATEMENT OF FINANCIAL CONDITION**

December 31, 1966

LIABILITIES AND RESERVES

CURRENT LIABILITIES

Mortgage Loan Payments		
Collected in Advance .....	\$	5,437.64
Medicare Premium Payable .....		9.00
Total Current Liabilities .....	\$	5,446.64

MEMBERS DEPOSIT RESERVE

General Members .....		\$142,309,497.49
Safety Members .....		42,916,939.25
Unclaimed Deposits of Former Members .....		103,013.66
Total Members Deposit Reserve ..		185,329,450.40

COUNTY ADVANCE RESERVE

General Members .....		\$ 60,699,304.25
Safety Members .....		44,944,330.94
Total County Advance Reserve ...		105,643,635.19

RETIRED MEMBERS RESERVE

General Members .....		\$217,483,708.62
Safety Members .....		53,378,401.55
1921 Act Members .....		6,977.51
Total Retired Members Reserve		270,869,087.68

COST OF LIVING RESERVE

Active Members .....		\$ 1,093,811.36
County Advance Reserve .....		868,682.11
Retired Members .....		20,532,117.50
Total Cost of Living Reserve		22,494,610.97
Reserve for Earnings, Deficiencies, Investment Losses, and Other Contingencies .....		17,298,879.16
Total Liabilities and Reserves		<u>\$601,641,110.04</u>

**LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION  
STATEMENT OF RECEIPTS AND DISBURSEMENTS**

*Calendar Year 1966*

RECEIPTS

Cash on Hand, January 1, 1966 .....		\$ 51,832.53
Members Normal Contributions		
General Members .....	\$19,584,927.84	
Safety Members .....	4,485,286.31	24,070,214.15
Members Other Contributions		
General Members .....	\$ 167,367.56	
Safety Members .....	32,832.53	200,200.09
Contributions By Employers		
General Members .....	\$31,291,520.19	
Safety Members .....	9,953,277.05	41,244,797.24
Cost of Living Contributions		
Members .....	\$ 922,059.09	
Employers .....	722,583.06	1,644,642.15
Interest Collected on Securities .....		18,860,301.90
Securities Sold or Matured		
Par Value .....	\$ 7,485,342.08	
Discount Less Premium .....	584,163.79	6,901,178.29
Retroactive OASDI Reimbursements .....		26,916.79
Current OASDI Contributions .....		8,138,076.52
Rents and Return of Investments —		
Real Estate Projects .....		5,013,796.71
Interest and Return of Investments		
Mortgage Loans .....		2,036,871.82
Collection of Reimbursable		
Disbursements .....		37,207.57
Unclassified Receipts .....		3,649.00
Total Beginning Cash Balance		
Plus Receipts .....		<u>\$108,229,684.76</u>

DISBURSEMENTS

Refunds to Terminated Members		
General Members .....	\$ 5,770,319.93	
Safety Members .....	963,903.56	
Members Cost of Living		
Contributions .....	14,721.73	\$ 6,748,945.22
Lump Sum Death Benefits (87) .....		223,300.68
Retirement Allowances		
General Members .....	\$18,804,310.23	
Safety Members .....	4,306,301.08	
Cost of Living .....	173,559.56	23,284,170.87
Investments		
Securities — Par Value .....	\$36,515,000.00	
Net Premium/Discount .....	662,896.12	35,852,103.88
Accrued Interest .....		71,723.97
Real Estate Projects .....		13,172,845.04
Mortgage Loans .....		20,593,241.11
Accrued Interest on Mortgage Loans .....		74,655.96
OASDI Contributions .....		8,144,036.12
Reimbursable Disbursements .....		22,821.69
Unclassified Expenditures .....		2,270.35
Cash on Hand, December 31, 1966 .....		39,569.87
Total Disbursements Plus		
Ending Cash Balance .....		<u>\$108,229,684.76</u>

**LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION  
ANALYSIS OF CHANGES IN SURPLUS**

*Calendar Year 1966*

Surplus Balance, January 1, 1966 .....		-0-
<u>Increases</u>		
<u>Interest on Securities</u>		
Interest Received during 1966 .....	\$18,860,301.90	
Interest Purchased during 1966 .....	71,723.97	
Net Interest Received during		
1966 .....	\$18,788,577.93	
Interest Accrued December 31, 1965 .....	4,900,506.58	
	<u>\$13,888,071.35</u>	
Interest Accrued December 31, 1966 .....	5,254,910.72	
Total Interest Earned .....		\$19,142,982.07
<u>Income from Real Estate Projects</u>		
Rents Received during 1966 .....	\$ 5,048,468.74	
Rents Accrued December 31, 1966 .....	9,112.00	
	<u>\$ 5,057,580.74</u>	
Credits to Amortization of Real		
Estate Projects .....	848,466.18	
Net Rental Income .....		4,209,114.56
Net Income from Mortgage Loans .....		904,544.81
Withdrawal Charges .....		207,713.68
Amortization of Bond Discount .....		249,241.09
Unclassified Credits to Surplus .....		<u>1,297.73</u>
Total Increases .....		\$24,714,893.94
<u>Decreases</u>		
<u>Interest Credited to Members</u>		
Deposit Reserve .....	\$ 5,586,604.99	
<u>Interest Credited to County</u>		
Advance Reserve .....	3,837,904.01	
<u>Interest Credited to Retired</u>		
Members Reserve .....	8,645,898.26	
Amortization of Bond Premium .....	140,702.12	
Unclassified Charges to Surplus .....	4,758.55	
Sub Total .....		<u>18,215,867.93</u>
		\$ 6,499,026.01
Transfer to Reserve for Earnings		
Deficiencies, Investment Losses,		
and Other Contingencies .....		6,499,026.01
Surplus Balance, December 31, 1966 .....		<u><u>-0-</u></u>

## GENERAL STATISTICS

### ACTIVE MEMBERS

	General	Safety	Total
As of January 1, 1966 . . . . .	41,452	5,460	46,912
Additions . . . . .	<u>9,715</u>	<u>415</u>	<u>10,130</u>
	51,167	5,875	57,042
<b>Deductions:</b>			
Withdrawals . . . . .	5,602	253	
Retired . . . . .	694	82	
Deferred . . . . .	128	13	
Deceased . . . . .	<u>89</u>	<u>5</u>	<u>353</u>
<b>TOTAL ACTIVE MEMBERS</b>			
as of December 31, 1966 . . . . .	44,654	5,522	50,176**

\*\*Includes 22,451 members under OASDI

### DEFERRED MEMBERS

	General	Safety	Total
As of December 31, 1966 . . . . .	614	53	667*

### RETIRED MEMBERS

	Service	Disability	Survivors	Total
<b>GENERAL</b>				
As of January 1, 1966 . . . . .	5,648	539	795	6,982
Additions . . . . .	<u>593</u>	<u>113</u>	<u>118**</u>	<u>824</u>
	6,241	652	913	7,806
Deductions . . . . .	<u>177</u>	<u>28</u>	<u>18</u>	<u>223</u>
<b>TOTAL GENERAL MEMBERS</b>				
as of December 31, 1966. . . . .	<u>6,064</u>	<u>624</u>	<u>895</u>	<u>7,583</u>
<b>SAFETY</b>				
As of January 1, 1966 . . . . .	421	238	292	951
Additions . . . . .	<u>32</u>	<u>51</u>	<u>26**</u>	<u>109</u>
	453	289	318	1,060
Deductions . . . . .	<u>27</u>	<u>8</u>	<u>7</u>	<u>42</u>
<b>TOTAL SAFETY MEMBERS</b>				
as of December 31, 1966. . . . .	<u>426</u>	<u>281</u>	<u>311</u>	<u>1,018</u>
<b>TOTAL RETIRED MEMBERS</b>				
as of December 31, 1966. . . . .	6,490	905	1,206	8,601

\* Includes 243 members who moved into other public service under reciprocal benefits.

\*\* Includes survivors of 36 deceased active members who receive life payments by election.

## **MEMBERS OF THE BOARD OF RETIREMENT**

*For the Calendar Year 1966*

### **CHAIRMAN**

HAROLD J. OSTLY, County Treasurer and Tax Collector. Ex-officio member of Board of Retirement by law. Re-elected Chairman of Board January 5, 1966.

### **SECRETARY**

JAMES P. NUNNELLY, Deputy Public Defender. Elected by general members. Has served since January 1, 1959. Present term expires December 31, 1967.

### **MEMBERS**

MILTON J. BROCK, JR., Vice-President, M. J. Brock & Sons, Inc., General Contractors. Appointed by Board of Supervisors. Has served since February 14, 1955. Present term expires December 31, 1968.

ALLEN D. HARPER, Financial Vice-President, Pacific Mutual Life Insurance Co. Appointed by Board of Supervisors. Has served since February 5, 1958. Present term expires December 31, 1966.

MRS. MARY ANN HOLLIBAUGH, Housewife. Appointed by Board of Supervisors. Has served since January 1, 1959. Present term expires December 31, 1967.

LUTHER D. RUSSELL, Lieutenant, Sheriff's Department. Elected by safety members. Has served since August 11, 1959. Present term expires December 31, 1968.

CLIFFORD H. HUGHES, Sanitation Division Engineer, County Engineer. Elected by general members. Present term expires December 31, 1966.

### **ALTERNATE MEMBER**

H. H. FISCHER, Forester and Fire Warden's Department. Elected by safety members. Has served since January 1, 1957. Present term expires December 31, 1968.

This booklet compiled and published by the administrative staff under the direction of E. J. Martin, Retirement Systems Manager.



**LOS ANGELES COUNTY EMPLOYEES  
RETIREMENT ASSOCIATION**

**Room 440, Hall of Administration      500 West Temple Street**

**Los Angeles, California 90012**