

ANNUAL REPORT

of the

**Los Angeles County
Employees Retirement
Association**

For the Year

Ending December 31, 1941

TO THE MEMBERS OF THE

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION:

In accordance with 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, 1941.

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 of well selected county, municipal, district, and government obligations.

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

1. Members with twenty years of service, who have attained the age of sixty, are eligible to retire.
2. Retirement is compulsory for all members on the first of the month following that in which a member attains the age of seventy.
3. 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.
4. In case of death of a member, before retirement, his beneficiary is entitled to receive all of the member's contribution, with interest, plus 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.
5. A leave of absence or resignation of a member to enter, followed by entrance into, the armed forces of the United States during war, does not break the continuity of service, provided the person is reinstated or reemployed within ninety days after termination of such military service.

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,

A handwritten signature in cursive script that reads "C. J. Byram". The signature is written in dark ink and is positioned above a horizontal line that extends across the width of the signature.

Chairman,
BOARD OF RETIREMENT.

STATEMENT
of
RECEIPTS AND DISBURSEMENTS

For year ending December 31, 1941

R E C E I P T S

| | |
|--|-----------------------|
| Balance December 31, 1940 | \$1,093,415.89 |
| Deductions from Members' Salaries | 1,028,186.43 |
| Deposits by Members on Military Leave | 757.12 |
| Redeposits of Money withdrawn by Members | 2,593.70 |
| Deposits by Members of Additional Contributions | 15,447.66 |
| Contributions by County (4.59% of Members' Salaries) | 950,341.47 |
| Interest on Securities | 303,811.75 |
| Bonds sold | 100,000.00 |
| Premium on bonds sold | 37,304.08 |
| | <u>\$3,531,858.10</u> |

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

| | |
|--|-----------------------|
| Refunds to Members leaving service | \$ 405,251.62 |
| Death Benefits (75 Members) | 32,075.08 |
| Retirement Allowance—Service | 172,924.59 |
| Retirement Allowance—Disability | 33,440.53 |
| Bonds Purchased—Par | 2,110,000.00 |
| Premium on Bonds Purchased | 376,023.79 |
| Balance December 31, 1941 | 402,142.49 |
| | <u>\$3,531,858.10</u> |

G E N E R A L S T A T I S T I C S

| | |
|---|--------|
| Number of Members as of December 31, 1941 | 12,177 |
| Number Retired during 1941 for Service | 68 |
| Number Retired during 1941 for Disability | 20 |
| Number Retired Members Deceased during 1941 | 15 |
| Number Retired Members on Roll December 31, 1941 (Service) | 239 |
| Number Retired Members on Roll December 31, 1941 (Disability) | 70 |

STATEMENT
of
ASSETS AND LIABILITIES

As of December 31, 1941

A S S E T S

| | |
|----------------------------|------------------------|
| Cash on Hand | \$ 402,142.49 |
| Securities—Par Value | 7,985,600.00* |
| Premium on Purchases | 1,334,991.69* |
| Accrued Interest | 108,673.62 |
| | <u>\$ 9,831,407.80</u> |

L I A B I L I T I E S

| | |
|---|------------------------|
| Member's Deposit Reserve (Salary Deductions and Interest) | \$ 3,591,004.66 |
| (a) Additional Contributions | 2,873,711.79 |
| Unclaimed Money of Former Members | 2,757.25 |
| (b) County Advance Reserve | 1,603,938.35 |
| (c) Annuity Reserve | 270,258.37 |
| (d) Pension Reserve, Current Service | 98,411.56 |
| (e) Pension Reserve, Prior Service | 1,376,662.47 |
| Surplus | 14,663.35 |
| | <u>\$ 9,831,407.80</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 Member's Account, plus interest, less annuities paid.
- (d) } Money transferred from (b) at time members retire, plus interest, less
- (e) } pensions paid.

*Securities: Book Value\$ 9,320,591.69
Appraised Value 10,027,922.72

STATEMENT OF BONDS

Owned by

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

As of December 31, 1941

SHOWING APPRAISED MARKET VALUE

| Par Value | Description | Interest Rate | Maturity Date | Appraised Value |
|--------------------------|---|---------------|---------------|-----------------|
| C O U N T Y | | | | |
| \$ 30,000 | Los Angeles - Hospital and Farm | 5% | 1945 | \$ 33,840.00 |
| D I S T R I C T | | | | |
| 18,000 | Castro Valley County Water | 5% | 1965/70 | 25,206.50 |
| 5,000 | Downey County Water | 5 ½ % | 1962 | 6,354.50 |
| 100,000 | East Bay Municipal Utility | 5% | 1961/76 | 147,747.00 |
| 10,000 | Los Angeles County Flood Control ..4 ¼ % | | 1955 | 12,025.00 |
| 1,250,500 | Los Angeles County Flood Control .. | 5% | 1945/64 | 1,683,135.45 |
| 132,000 | Los Angeles County Sanitation #1.... | 5 ½ % | 1949/65 | 162,628.70 |
| 75,000 | Los Angeles County Sanitation #2.... | 4 ¾ % | 1956/65 | 87,440.00 |
| 180,000 | Los Angeles County Sanitation #2.... | 5 ½ % | 1950/65 | 222,205.70 |
| 6,000 | Los Angeles County Sanitation #4.... | 5 ¼ % | 1954 | 7,087.20 |
| 22,000 | Los Angeles County Sanitation #5.... | 5% | 1962/65 | 26,721.10 |
| 10,000 | Los Angeles County Sanitation #5.... | 5 ¼ % | 1952 | 11,546.00 |
| 28,000 | Los Angeles County Sanitation #5.... | 5 ½ % | 1955/65 | 34,177.30 |
| 12,000 | Los Angeles County Sanitation #8.... | 5 ½ % | 1954/59 | 15,008.20 |
| 25,000 | Los Angeles County South Bay Cities Sanitation | 5% | 1944/58 | 27,887.50 |
| 7,500 | Los Angeles Co. Water Works #10.. | 6% | 1958/67 | 7,500.00 |
| 2,500 | Los Angeles Co. Water Works #18.. | 6% | 1946/50 | 2,500.00 |
| 3,000 | Los Angeles Co. Water Works #21.. | 6% | 1963/65 | 4,163.10 |
| 320,000 | Metropolitan Water District | 3 ½ % | 1979/87 | 376,046.00 |
| 1,465,000 | Metropolitan Water District | 4% | 1967/88 | 1,889,103.50 |
| 555,000 | Metropolitan Water District | 4 ¼ % | 1967/77 | 727,157.50 |
| 10,000 | Pico County Water District | 5 ½ % | 1959/60 | 12,756.50 |
| M U N I C I P A L | | | | |
| 15,000 | Alhambra Water Works | 5% | 1957/59 | 19,788.50 |
| 3,500 | Anaheim Park | 6% | 1948/60 | 4,786.45 |
| 2,000 | Avalon Electric Light and Water | 6% | 1949 | 2,451.20 |
| 2,275 | Avalon Gas Works | 6% | 1945/53 | 2,662.41 |
| 2,000 | Brea City Hall | 5% | 1956/59 | 2,588.60 |
| 4,000 | Brea Public Park | 5% | 1955/58 | 5,122.40 |
| 1,875 | Brea Water Works | 6% | 1946/50 | 2,265.36 |
| 7,500 | Compton Sewer | 5 ½ % | 1946/55 | 9,302.83 |
| 2,000 | Corona Sewer Extension | 5% | 1962 | 2,673.00 |
| 4,000 | Glendora Water Works | 6% | 1946/48 | 4,628.50 |

| Par Value | Description | Interest Rate | Maturity Date | Appraised Value |
|-----------|---|---------------|---------------|-----------------|
| \$ 18,000 | Hermosa Beach Sewer | 5 % | 1955/60 | \$ 22,892.70 |
| 4,000 | Huntington Beach Sewer | 5 ½ % | 1945/48 | 4,474.20 |
| 1,000 | Huntington Park Sewer | 5 % | 1958 | 1,285.60 |
| 5,000 | Lindsay Municipal Improvement | 5 % | 1951/54 | 6,100.60 |
| 25,000 | Long Beach City Hall | 5 % | 1950/60 | 32,682.40 |
| 28,000 | Long Beach Gas System | 5 % | 1948/58 | 36,052.90 |
| 6,500 | Long Beach Harbor Improvement .. | 5 % | 1957/60 | 8,776.60 |
| 10,000 | Long Beach Harbor Improvement .. | 4 ¼ % | 1956 | 12,329.00 |
| 46,000 | Long Beach Harbor Improvement .. | 4 ½ % | 1945/61 | 52,710.20 |
| 15,000 | Long Beach Public Park | 4 % | 1959/65 | 18,288.50 |
| 5,000 | Long Beach Public Park | 4 ½ % | 1945 | 5,574.00 |
| 15,000 | Long Beach Public Park | 5 % | 1946/54 | 18,680.00 |
| 10,000 | Long Beach Water Works | 5 % | 1955/65 | 13,380.00 |
| 28,000 | Los Angeles Bridge | 4 ¾ % | 1946/60 | 35,372.00 |
| 15,000 | Los Angeles Bridge & Viaduct | 4 ½ % | 1955 | 18,777.00 |
| 20,000 | Los Angeles Bridge & Viaduct | 4 ¾ % | 1945/64 | 24,037.00 |
| 50,000 | Los Angeles City Hall | 4 ½ % | 1961/64 | 64,398.00 |
| 40,000 | Los Angeles City Hall | 4 ¾ % | 1947/65 | 50,834.00 |
| 6,000 | Los Angeles Electric | 4 ¼ % | 1945/60 | 7,318.30 |
| 96,000 | Los Angeles Electric | 4 ½ % | 1955/68 | 124,179.50 |
| 100,000 | Los Angeles Electric | 5 % | 1946/61 | 131,676.90 |
| 6,000 | Los Angeles Fire Protection | 4 ½ % | 1959 | 7,613.40 |
| 45,000 | Los Angeles Harbor | 4 ¾ % | 1951/62 | 58,179.50 |
| 15,000 | Los Angeles Harbor | 5 ¾ % | 1952/60 | 18,862.00 |
| 10,000 | Los Angeles Harbor | 6 % | 1948 | 12,531.00 |
| 160,000 | Los Angeles Harbor | 4 ½ % | 1951/66 | 202,056.50 |
| 40,000 | Los Angeles Library | 4 ¾ % | 1959/61 | 50,977.50 |
| 5,000 | Los Angeles Playground | 4 ¼ % | 1963 | 6,286.00 |
| 5,000 | Los Angeles Playground | 4 ½ % | 1963 | 6,511.50 |
| 12,000 | Los Angeles Playground | 4 ¾ % | 1945/59 | 14,912.80 |
| 10,000 | Los Angeles Police | 4 ½ % | 1949/61 | 12,346.00 |
| 13,000 | Los Angeles Public Library | 4 ¾ % | 1949/61 | 16,350.60 |
| 20,000 | Los Angeles Public Library | 5 % | 1952/60 | 26,116.00 |
| 40,000 | Los Angeles Sewage Disposal | 4 ¾ % | 1951/64 | 51,189.50 |
| 243,000 | Los Angeles Sewage Disposal | 5 % | 1947/64 | 316,792.60 |
| 5,000 | Los Angeles Street | 4 % | 1961 | 6,001.50 |
| 25,000 | Los Angeles Street | 4 ¾ % | 1955 | 31,422.50 |
| 5,000 | Los Angeles Street Construction | 4 % | 1967 | 6,184.00 |
| 39,000 | Los Angeles Street Construction | 4 ¾ % | 1961/67 | 52,287.20 |
| 3,000 | Los Angeles Viaduct | 4 ¾ % | 1945 | 3,332.70 |
| 10,000 | Los Angeles Water | 3 ½ % | 1975 | 11,545.00 |
| 25,000 | Los Angeles Water | 4 ¼ % | 1959/65 | 31,303.50 |
| 35,000 | Los Angeles Water | 5 % | 1957/66 | 48,187.50 |
| 10,000 | Los Angeles Water Works | 3 ¾ % | 1972 | 12,298.00 |
| 40,000 | Los Angeles Water Works | 4 % | 1968 | 49,768.00 |
| 15,000 | Los Angeles Water Works | 4 ½ % | 1965 | 19,731.00 |
| 35,000 | Los Angeles Water Works | 4 ¾ % | 1954/72 | 46,875.50 |
| 31,000 | Los Angeles Water Works | 5 % | 1952/72 | 41,750.00 |
| 5,000 | Los Angeles Water Works Refunding | 3 ½ % | 1973 | 5,908.50 |
| 6,000 | Manhattan Beach Wharf | 5 ½ % | 1946/47 | 6,856.50 |
| 20,000 | Monterey Park Sewer | 4 % | 1951/57 | 22,868.00 |
| 5,000 | Monterey Park Water Works | 6 % | 1957 | 6,841.00 |
| 15,000 | Newport Beach Harbor | 5 ¼ % | 1945/46 | 17,049.00 |

| Par Value | Description | Interest Rate | Maturity Date | Appraised Value |
|-----------|-----------------------------------|---------------|---------------|-----------------|
| \$ 8,000 | Newport Beach Jetty | 5 % | 1946/48 | \$ 9,258.40 |
| 10,000 | Newport Beach Jetty | 5 1/2 % | 1949/50 | 12,265.80 |
| 29,000 | Newport Beach Water Works | 5 1/2 % | 1947/55 | 35,212.20 |
| 275 | Reedley Industrial Sewer | 6 % | 1945 | 275.00 |
| 375 | Reedley Park | 6 % | 1945 | 375.00 |
| 15,000 | Redondo Beach Breakwater | 4 % | 1964/68 | 17,438.00 |
| 7,000 | Redondo Beach Library | 5 % | 1945/50 | 7,843.52 |
| 50,000 | San Francisco Hetch Hetchy | 4 1/2 % | 1966 | 67,740.00 |
| 15,000 | San Francisco Spring Valley | 4 1/2 % | 1949 | 17,908.50 |
| 11,000 | San Francisco Water | 4 1/2 % | 1948/64 | 14,735.90 |
| 25,000 | San Gabriel Sewer | 3 1/2 % | 1964/68 | 27,378.00 |
| 1,000 | Santa Monica Wharf | 5 % | 1953 | 1,257.10 |
| 3,000 | Seal Beach Municipal Sewer | 5 1/2 % | 1946/48 | 3,362.10 |
| 25,000 | South Gate Water | 5 1/2 % | 1957/65 | 32,210.70 |
| 5,000 | South Pasadena Park | 5 % | 1953/55 | 6,411.70 |
| 113,000 | Vernon Light and Power | 4 3/4 % | 1951/63 | 149,241.00 |
| 5,000 | Vernon Water Works | 4 3/4 % | 1962 | 6,629.00 |

SCHOOLS

| | | | | |
|---------|---|---------|---------|------------|
| 1,000 | Artesia City School | 5 % | 1953 | 1,195.30 |
| 8,000 | Bell School | 5 % | 1960/64 | 10,608.20 |
| 15,000 | Beverly Hills School | 5 % | 1962/66 | 20,893.90 |
| 5,000 | Burbank High School | 5 % | 1960 | 6,604.50 |
| 15,000 | Compton City School | 5 % | 1961/66 | 20,080.00 |
| 9,000 | Crescenta School | 5 % | 1962/65 | 12,498.30 |
| 15,000 | Glendale Union High School | 5 % | 1963/64 | 20,835.00 |
| 20,000 | Huntington Park City School | 5 % | 1960/64 | 27,226.00 |
| 32,000 | Huntington Park Union High School | 5 % | 1957/64 | 42,882.60 |
| 25,000 | Long Beach City School | 5 % | 1952/59 | 32,080.00 |
| 5,000 | Long Beach City School | 6 % | 1946 | 6,060.50 |
| 5,000 | Long Beach City High School | 5 % | 1951 | 6,156.50 |
| 8,000 | Los Angeles City School | 4 1/2 % | 1950 | 9,543.20 |
| 40,000 | Los Angeles City School | 4 3/4 % | 1948/61 | 50,918.50 |
| 320,000 | Los Angeles City School | 5 % | 1951/62 | 427,754.20 |
| 53,000 | Los Angeles City School | 5 1/2 % | 1951/60 | 72,373.10 |
| 63,000 | Los Angeles City High School | 4 3/4 % | 1951/56 | 79,168.10 |
| 140,000 | Los Angeles City High School | 5 % | 1953/63 | 187,361.50 |
| 10,000 | Los Angeles City High School | 5 1/2 % | 1953 | 13,372.00 |
| 4,000 | Lugo School | 5 % | 1948 | 4,396.40 |
| 6,000 | Lynwood School | 5 % | 1951/52 | 6,876.60 |
| 1,000 | Montebello School | 5 % | 1948 | 1,131.00 |
| 5,500 | Monte Vista School | 5 % | 1946/55 | 6,452.50 |
| 1,000 | Owensmouth Union High School | 6 % | 1948 | 1,226.00 |
| 1,000 | Redondo Beach City School | 5 % | 1952 | 1,204.80 |
| 5,000 | Redondo Union High School | 5 % | 1955 | 6,224.00 |
| 1,000 | San Antonia School | 5 1/2 % | 1946/48 | 1,145.10 |
| 5,000 | Sanger Union High School | 5 1/2 % | 1958 | 6,796.50 |
| 5,000 | Santa Monica City School | 5 % | 1954 | 6,383.00 |
| 1,500 | Soledad School | 5 % | 1946/48 | 1,500.00 |
| 8,000 | Tujunga School | 5 % | 1954/61 | 10,193.20 |
| 7,000 | Venice City School | 5 % | 1949/52 | 8,501.50 |
| 15,000 | Venice Union High School | 5 % | 1949/57 | 18,679.10 |
| 800 | Voltaire School | 6 % | 1946/49 | 800.00 |

UNITED STATES GOVERNMENT

| | | | | |
|---------------------|------------------------------------|---------|------------------------------|------------------------|
| \$ 1,000,000 | United States Treasury Bonds | 2 1/2 % | 1965/72 | 1,000,000.00 |
| \$ 7,985,600 | TOTAL PAR VALUE | | TOTAL APPRAISED VALUE | \$10,027,922.72 |

MEMBERS
of the
BOARD OF RETIREMENT

H. L. Byram, Chairman

Walter G. Gastil

Edwin F. Hahn

William R. Harriman

Alfred Jones