ANNUAL REPORT

of the

# Los Angeles County

# **Employees Retirement**

# **Association**

FOR THE YEAR

ENDING DECEMBER 31, 1951

#### 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, 1951.

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 ten years of service, who have attained the age of fifty-five, are eligible to retire. Retirement is compulsory on the first of the month following that in which a member attains the age of seventy.

#### Amount of Retirement Allowance

An approximate amount of your retirement allowance may be calculated by using the tables printed in the annual report. The figure shown is the amount per month calculated on a final compensation of \$100.00 per month. "Final compensation" means the average annual compensation earnable by a member during any three years elected by a member at or before the time he files an application for retirement, or, if he fails to elect, during the three years immediately preceding his retirement.

Example: A woman who has 22 years of service at age 63, and whose final compensation is \$260.00, read down the column for age 63 to 22 years of service, and multiply that figure by \$260.00 placing the decimal point six places from the right.

#### $(\$48.35 \ge 260.00 = \$125.71)$

In no event can the monthly amount be more than 65% of the final compensation for the highest 3 years. We would suggest that each member keep a record of his salary changes, so that he can estimate his final compensation.

The example shown above gives the unmodified or maximum amount of retirement allowance. Under this plan, all payments stop at death unless you leave a spouse to whom you were married one year before retirement, in which case, 60% of your retirement allowance would be paid to the surviving spouse monthly for life. A member upon retiring, may select one of the options if he so wishes. The calculation of the options is extremely complicated and special annuity tables must be used. This intermation may be obtained from the retirement division of the Treasurer's Department.

#### Deterred Retirement

Members with five years of service who separate from County employment, may elect within 180 days to leave their deposits with the Retirement Association and take a deferred retirement, to become effective either:

- (a) Upon the option of the member, at any time 10 years or more after first becoming a member and after he attains age 55, or
- (b) Not later than the first day of the month following that in which he attains age 70.

#### **Disability Retirement**

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

#### Withdrawal Charges

When a member leaves County service and withdraws his accumulated conbutions, a withdrawal charge is made of one-half the interest credited to his accoafter June 30, 1943.

#### Reinstatement

Should a member leave County service and be subsequently reemployed, may receive credit for the service he had at the time of his resignation, provided redeposits within one year after his reemployment, the money he withdrew from retirement fund at the time of separation. He may, before the year is up, ask Board of Retirement for an extension of time in which to repay the money withdra

#### **Death Benefit**

Upon the death of a member before retirement, a death benefit is payable his beneficiary. This benefit consists of his accumulated contributions, plus an amoequal to one month's salary for each year of service, but not to exceed six mont salary. This death benefit may be paid monthly including interest over a period to exceed 10 years.

If a member dies, who was eligible for retirement, and who had named spouse as the beneficiary, such spouse may, in lieu of the death benefit mention above, elect to receive a monthly retirement allowance equal to 60% of the amount which the member would have been entitled had he retired on the day he died.

#### Beneficiary

When a member enters the Retirement System, he must sign a card namin, beneficiary. Should he desire to change his beneficiary, he must advise the Reti ment Division, Treasurer's Department in writing.

## AMOUNT OF RETIREMENT ALLOWANCE PER MONTH

# Based on Average Salary of \$100.00 a Month

For the Best Three Years of Service

MEN										]	MEN
Years					AG	ES					
of					~ ~					•••	65 &
Servic	e 55	56	57	58	59	60	61	62	63	64	Ove
10 '	14.63	15.39	16.21	17.11	18.09	19.17	19.91	20.89	<b>21.93</b>	23.04	24.21
11	16.09	16.92	17.83	18.81	19.89	21.08	21.89	22.98	24.12	<b>2</b> 5.34	26.63
12	17.56	18.46	19.45	20.53	<b>21.7</b> 0	<b>23.00</b>	23.89	25.07	26.32	27.64	<b>2</b> 9.08
13	19.02	<b>20.0</b> 0	<b>21.07</b>	22.24	23.51	24.92	25.88	27.16	28.51	29.95	31.4'
14	<b>20.4</b> 8	21.54	22.69	23.95	25.32	26.83	27.86	<b>29.25</b>	30.70	32.25	33.8
15	21.95	23.08	24.31	<b>2</b> 5.6 <b>6</b>	27.13	28.75	29.86	<b>31.3</b> 4	<b>32.9</b> 0	34.56	36.3
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	<b>32.5</b> 8	33.84	35.51	37.28	39.16	41.1
18	26.34	27.70	<b>29.18</b>	30.79	32.56	<b>34.5</b> 0	35.83	37.60	<b>39.4</b> 8	41.47	43.5
19	27.80	<b>2</b> 9. <b>23</b>	30.80	<b>32</b> .51	34.37	36.42	37.82	39.69	41.67	43.77	46.0
20	29.26	30.77	32.41	34.21	36.17	38.33	39.81	41.78	43.86	46.07	48.4
21	30.73	32.31	34.04	<b>3</b> 5.9 <b>2</b>	37.99	<b>40.25</b>	41.80	43.87	46.06	48.38	50.8
22	32.19	33.85	35.66	37.64	39.79	<b>42.17</b>	43.79	45.96	<b>48.2</b> 5	50.68	<b>53.2</b>
23	<b>33.6</b> 5	35.39	37.28	39.34	41.60	44.08	45.78	48.05	50.44	5 <b>2.9</b> 8	55. <b>6</b>
24	35.12	36.93	38.90	41.06	43.41	<b>46.0</b> 0	47.77	50.14	52.64	55.29	58.1
25	36.58	38.47	40.52	42.77	45.22	47.92	49.76	52.23	54.83	57.59	60.5
26	<b>3</b> 8.04	40.00	42.14	44.47	47.03	49.83	51.75	54.32	<b>57.03</b>	<b>59.9</b> 0	62.9
27	<b>39.51</b>	41.54	<b>43.76</b>	46.19	<b>48.84</b>	51.75	53.74	56.41	59.22	<b>62.2</b> 0	<b>6</b> 5.0
28	<b>40.97</b>	<b>43.08</b>	45.38	47.90	50.65	53.67	55. <b>73</b>	58.50	61.41	<b>64.5</b> 0	
29	42.43	44.62	47.00	49.61	52.45	55.58	57.72	60.5 <b>9</b>	63.61	65.00	
30	43.89	46.16	48.62	51.32	<b>54.26</b>	57.50	59.72	62.67	<b>65.0</b> 0		
31	45.36	47.70	50. <b>25</b>	5 <b>3</b> .03	56.07	59.42	61.71	64.76			
32	46.82	49.23	51.86	54.74	57.88	61 <i>.</i> 33	63.70	65.00			
33	48.28	50.78	<b>53.49</b>	56.45	59.69	63.25	65.00				
34	49.75	52.32	55.11	58.16	61.50	65.00					
35	51.21	53.85	56.73	59.87	63.31						
36	52.67	55.39	58. <b>3</b> 5	61.58	65.00						
37	54.14	<b>56.93</b>	59.97	63.29							
38	55.60	58.47	61.59	65.00							
39	57.06	60.01	63.21								

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## AMOUNT OF RETIREMENT ALLOWANCE PER MONTH

WOMEN						WC	MEN				
Years					AG	ES					
of											65 <b>&amp;</b>
Service	o 55	56	57	58	59	60	61	62	63	<b>64</b>	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	<b>26.</b> 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	25.48	26.83	27.88	29.28	30.77	<b>32.3</b> 5	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 <b>.9</b> 4
24	35.82	37.53	39.38	43.40	43.60	46.00	47.79	50.19	52.74	55.46	58. <b>3</b> 7
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	49.8 <b>3</b>	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	<b>59.34</b>	62.39	<b>65.0</b> 0
28	41.79	43.78	45.95	48.30	50 <b>.86</b>	53.67	55.75	58.56	61.53	64.70	
29	43.28	45.35	47.59	50.03	52.68	55.58	57.74	60.65	63.73	<b>6</b> 5.00	
30	44.77	46.91	49.23	51.75	54.50	57.50	59.73	62.74	65.00		
31	46.26	48.47	50.87	53.48	56.31	59.42	61.73	<b>64.83</b>			
<b>32</b>	47.75	50.04	52.51	55.20	58.13	61. <b>3</b> 3	63.72	65.00			
33	49.25	<b>51.6</b> 0	54.15	56.93	59.94	63.25	65.00				
34	50.74	53.16	55.79	58. <b>6</b> 5	61.76	<b>65</b> .00					
35	52.23	54.73	57.44	<b>6</b> 0. <b>3</b> 8	63.58						
36	53.72	56.29	59.08	62.10	65.00						
37	55.22	57.86	60.72	63.83							
38	56.71	59.42	62.36	65.00							
39	58.20	60.98	64.00								

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# Based on Average Salary of \$100.00 a Month For the Best Three Years of Service

## STATEMENT

of

## RECEIPTS AND DISBURSEMENTS

For year ending December 31, 1951

## RECEIPTS

Balance December 31, 1950	\$ 890,886.17
Deductions from Members' Salaries	4,464,325.25
Redeposits, and in lieu of Salary Deductions	141,292.79
Deposits by Members of Additional Contributions	3,246.05
Deposits by Members of Other Contributions for Prior and Temporary Service	174,244.28
Contributions by County	4,344,173.52
Interest on Securities	1,214,845.88
Securities Sold	1,901,495.00
	\$13,134,508.94

### DISBURSEMENTS

Refunds of Additional Contributions	\$ 36,481.53
Refunds to Members Leaving Service	1,010,446.36
Municipal Court Building (Advance)	42,363.60
Death Benefits Paid (67 Members)	98,262.52
Retirement Allowance—Service	1,266,384.77
Retirement Allowance-Disability	171,773.32
Securities Purchased	10,137,302.62
Balance December 31, 1951	371,494.22
	\$13,134,508.94

## STATEMENT

### of

## ASSETS AND LIABILITIES

## As of December 31, 1951

### ASSETS

Cash on Hand Securities—Par Value Premium on Purchases	\$ 45,657,250.00	\$ 371,494.22
	47,030,343.92	
Less: Discount on Purchases Accounts Receivable	121,424.91	46,908,919.01*
Salary Deductions (Normal)	398,592.78	
County Contributions	372,828.01	771,420.79
County Contributions Receivable for Military Service		192,597.33
Accrued Interest		388,096.22
Municipal Court Building (Advance)		46,535.31
		\$ 48,679,062.88

#### LIABILITIES

1	Members Deposit Reserve (Salary Deductions and Interest)	22,620,287.88	
(a) <i>A</i>	Additional Contributions and		
	Contributions for Prior Service	370,038.94	
τ	Unclaimed Money of Former Members	12,087.56	23,002,414.38
I	Members Reserve for Military		
	Service, not refundable		192,597.33
(b) (	County Advance Reserve		8,724,547.73
(c) A	Annuity Reserve	2,829,911.58	
(d) I	Pension Reserve, Current Service	5,166,147.63	
(e) I	Pension Reserve, Prior Service	7,747,197.68	15,743,256.89
5	Surplus (Analysis on following page)		1,016,246.55
			<b>e</b> 40 <b>cr</b> 0 0 <b>c</b> 0 00

\$ 48,679,062.88

(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: Appraised Value .....\$ 45,341,904.85

SURPLUS AS ON Cocombox A1, 1950 \$1,013,673.68

## ADDITIONS

Interest-Received during 1951	\$ 1,161,674.51
Less: Accrued as of December 31, 1950	273,334.36
	888,340.15
Interest—Accrued as of December	
31, 1951	388,096.22
	1,276,436.37
Withdrawal Charges	16,574.52
Amortization of Bond Discount	3,014.87

1,296,025.76

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$ 2,309,699.44
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DEDUCTIONS

Interest—Credited to Members	581,122.18
Interest—Credited to Reserves	635,679.21
Amortization of Bond Premium	64,258.19
Loss on Securities Called or Sold	1 <b>2,3</b> 93.31

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1,293,452.89

\$ 1,016,246.55

#### **GENERAL STATISTICS**

Number of Members as of December 31, 1951	18,018
Number Retired during 1951 for Service	211
Number Retired during 1951 for Disability	13
Number Retired Members Deceased during 1951	56
Number Retired Members on Roll December 31, 1951 (Service)	1,150
Number Retired Members on Roll December 31, 1951 (Disability)	222

## STATEMENT OF BONDS

# As of December 31, 1951

Name	Par Value	Maturity Date	Appraised Value
UNITED STATES GOVERNMEN	Г		
United States Savings Bonds			
Series "G"	2,500,000	1954/63	<b>\$ 2,416,15</b> 0.00
United States Treasury Bonds	8,500,000	1980/75	<b>8,2</b> 45,000.00
DISTRICT			
East Bay Municipal Utility	100,000	1961/76	140, <b>63</b> 0.0
L. A. Co. Flood Control District	725,000	1952/64	881,594.0
L. A. Co. Sanitation Dist. No. 1	107,000	1952/65	129,565.4
L. A. Co. Sanitation Dist. No. 2	245,000	1952/65	295,931.0
L. A. Co. Sanitation Dists. Nos. 4, 5 & 8	78,000	1952/65	95,193.0
L. A. Co. South Bay Cities			
Sanitation District	10,000	1956/58	11,622.0
Metropolitan Water District	176,000	1967/86	236,847.5
Misc. County Water Districts	44,500	1958/70	53,533.8
MUNICIPAL			
Long Beach	85,500	1954/65	102,378.0
Los Angeles	1,159,000	1952/75	1,429,647.
Vernon	108,000	1957/63	136,158.
All Others	214,750	1952/68	262,954.
SCHOOLS			
Los Angeles	220,000	1952/60	242,362.
All Others	226,500	<b>1952/6</b> 8	269,092.
UTILITIES			
American <b>Te</b> l. & Tel. Co.	2,850,000	1973/87	2,614,937.
Atlantic City Elec. Co.	500,000	1980	475,000.
Cleveland Elec. Illum. Co.	1,000,000	1986	1,045,000.
Commonwealth Edison Co.	1,484,000	1999/2001	1,389,800.
Consolidated Edison of N.Y.	1,000,000	1979/81	976,250.
Consolidated Gas Elec. L. & P. Co.	450,000	1981	434,250
Consumers Power Co.	800,000	1981	802,000.
Dayton Power & Light Co.	400,000	1978	400,000.
Detroit Edison Co.	1,000,000	1982/85	945,000.

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Name	Par Value	Maturity Date	Appraised Value
UTILITIES (Cont'd.)			
Duquesne Light Co.	200,000	1980	\$ 188,000.00
Duke Power Co.	500,000	1981	499,375.00
Illinois Power Co.	500,000	1979	470,000.0
Indianapolis Power & Light Co.	500,000	1979	482,500.0
Kansas City Power & Light Co.	150,000	1978	148,500.0
Kansas Power & Light Co.	299,000	1979	296,010.0
Michigan Bell Tel. Co.	250,000	1988	<b>250,00</b> 0.00
Mountain States Tel. & Tel. Co.	200,000	1986	178,000.00
New Jersey Bell Tel. Co.	250,000	1988	<b>2</b> 50,000.00
Northern Indiana Pub. Service	250,000	1973	241,250.00
Northern States Power Co.	350,000	1975/79	326,625.00
Ohio Power Co.	500,000	1981	517,500.00
Pacific Gas & Elec. Co.	1,550,000	1974/82	1,512,062.5
Pacific Tel. & Tel. Co.	1,000,000	1978/85	947,375.0
Public Service Elec. & Gas	997,000	1979/80	954,605.0
Southern Calif. Edison Co.	1,000,000	1964/76	1,018,375.0
Southern Calif. Gas Co.	850,000	1977/80	809,000.00
Southern Counties Gas Co.	746,000	1971/78	722,660.0
Virginia Elec. & Power Co.	300,000	1980	278,250.0
Wisconsin Elec. Power Co.	500,000	1979	470,000.0
Wisconsin-Michigan Power Co.	500,000	1978	485,000.0
RAILROADS			
Atchison, Topeka & Santa Fe Ry.	1,100,000	1995	1,298,000.00
Chesapeake & Ohio Rwy. Co.	500,000	1992	572,500.0
Norfolk & Western RR Co.	100,000	1996	117,625.0
Pere Marquette Rwy. Co.	300,000	1980	291,375.0
Pittsburgh, Bessemer & Lake Erie RR	200,000	1996	192,000.0
Terminal RR Assn. of St. Louis	600,000	1985/2019	604,000.0
Union Pacific RR Co.	500,000	1976/91	444,750.0
Union Terminal Co. of Dallas	100,000	1978	95,000.0
Virginian Railway Co.	357,000	1973-95	335,145.0
MISCELLANEOUS			
American Tobacco Co.	741,000	1969	737,295.0
Atlantic Refining Co.	200,000	1966	197,000.0
Bethlehem Steel Corp.	989,000	1970/79	947,990.0
Borden Co.	1,000,000	1981	985,000.0
National Dairy Products Co.	<b>996,0</b> 00	1970/76	<b>993,69</b> 0.0
Shell Union Oil Co.	1,000,000	1971	<b>922</b> ,500.0
Standard Oil Co. of N. J.	1,000,000	1974	965,000.0
Union Oil Co. of Calif.	499,000	1970	474,050.0
Westinghouse Elec. Co.	100,000	1971	93,000.0

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## **MEMBERS**

of the

## BOARD OF RETIREMENT

H. L. Byram, ChairmanWalter G. GastilW. R. HarrimanJ. W. HarrimanJames K. Ingham