

ANNUAL REPORT

BOARD of PENSION COMMISSIONERS

CITY OF LOS ANGELES
CALIFORNIA



FOR THE FISCAL YEAR ENDED JUNE 30, 1949

With

CHARTER AND ORDINANCE PROVISIONS
GOVERNING PENSION SYSTEM

ANNUAL REPORT

Board of Pension Commissioners

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FOR THE FISCAL YEAR ENDED JUNE 30, 1949

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CHARTER AND ORDINANCE PROVISIONS
GOVERNING PENSION SYSTEM



To the Mayor and the City Council
of the City of Los Angeles

Gentlemen:

Pursuant to the provisions of Section 64, Article 4, of the Charter, the Board of Pension Commissioners respectfully submits herewith its annual report for the fiscal year ended June 30, 1949. The report of the Manager presents a comprehensive review of operations and has been adopted by the Board as its report for the fiscal year.

Attention is called to the fact that the pension rolls received a net increase of only sixty-one pensioners during the year with only forty members retiring upon service pension. Operations for the year resulted in an excess of revenues over expenditures in the amount of \$184,782 which by law becomes a part of the permanent reserve.

Under the supervision of the Honorable City Council, outside auditors have audited receipts and disbursements of the Department for the fiscal period under review. The Board has by separate contract extended the scope of work of these auditors to include a complete opinion audit, and a copy of their report concerning our operations and financial position is submitted herewith for your information.

The members of the Board wish to express their appreciation to the staff of the Department for a job well done and to other departments of the government for their interest and generous cooperation.

Respectfully submitted,

BOARD OF PENSION COMMISSIONERS



President

PS:GE

Personnel of the
BOARD OF PENSION COMMISSIONERS

Philip Stephens, M.D., President
(Term Expires July 1, 1954)

L. W. Van Aken, Vice President
(Term Expires July 1, 1952)

Leo V. Butler
(Term Expires July 1, 1949)

Geo. W. Jones, M.D.
(Term Expires July 1, 1950)

Ora C. Matthes
(Term Expires July 1, 1951)

September 13, 1949

Board of Pension Commissioners
of the City of Los Angeles

Honorable Members:

Pursuant to the provisions of Section 64 of the City Charter, it is necessary for the Board to submit to the Mayor and Council an annual report on affairs of the Department. I have prepared and submit herewith a summary report upon the business of the Department of Pensions for the fiscal year ended June 30, 1949. This report contains the necessary financial statements of operations and financial condition and should afford a substantial basis to the Board for its annual report to the Mayor and Council.

During the fiscal year ended June 30, 1949, 148 petitions for pensions were received. On July 1, 1948, 11 petitions were pending, making a total of 159 petitions to be acted upon, of which number 140 were granted and 1 filed and 18 pending at June 30, 1949. During the same period 3 pensions were discontinued. Adding the net increase of 61 to the 2,937 existing at the close of the last fiscal year gives a total of 2,998 beneficiaries of the Fire and Police Pension Fund. These segregated into various classes and comparisons of the fiscal year ending June 30, 1949, are set forth below:

Service	1947-48			1948-49		
	Fire	Police	Fire and Police	Fire	Police	Fire and Police
20 Year men.....	915	1,249	2,164	919	1,241	2,160
25-20 Year men.....	5	16	21	14	31	45
Disability						
Service Connected	75	133	208	74	125	199
Non-Service Connected	4	6	10	9	11	20
Widows						
Service Connected	179	318	497	189	350	539
Non-Service Connected	1	2	3	1	4	5
Minors and Dependents.....	13	21	34	9	21	30
TOTAL	1,192	1,745	2,937	1,215	1,783	2,998

-79

2937
140
3077
3040

Granted
45
18
53
4
140

Discontinued

These changes in pension classifications are substantially analyzed as follows:

Service	Fire	Police	Total
20 Year men Granted	16	24	40
25-20 Year men Granted	9	16	25
Deaths—20 Year men	12	32	44
Deaths—25-20 Year men		1	1
Filed		1*	1*
TOTAL	13	17	20

45
17
9
8
79

Disability	Fire	Police	Total
Service Connected Granted	3	4	7
Non-Service Connected Granted	5	6	11
Deaths—Service Connected	4	11	15
Deaths—Non-Service Connected		1	1
Increased	4*	2*	6*
Decreased		3*	3*
Returned to Duty		1	1
TOTAL	4	-3	1

Widows	Fire	Police	Total
Granted—Service Connected	12	39	51
Granted—Non-Service Connected		2	2
Deaths—Service Connected	1	5	6
Decreased—Service Connected	5*	8*	13*
Decreased—Non-Service Connected		1*	1*
Remarriage—Service Connected	1	2	3
TOTAL	10	34	44

Minors and Dependents	Fire	Police	Total
Granted—Service Connected		4	4
Discontinued—Service Connected	5	1	6
Deaths—Service Connected		2	2
TOTAL	-5	1	-4

*These figures are statistical and are not included in totals which indicate net increases in active pensions.

The number of men retiring upon service pension is represented by departments for the last nine fiscal years in the following statement:

	Fire	Police	Total
June 30, 1941	76	45	121
June 30, 1942	79	185	264
June 30, 1943	74	203	277
June 30, 1944	151	194	345
June 30, 1945	106	215	321
June 30, 1946	86	176	262
June 30, 1947	36	62	98
June 30, 1948	33	43	76
June 30, 1949	16	24	40

The following statement represents by departments the number of eligibles at the close of each of the last nine fiscal years:

	Fire	Police	Total
June 30, 1941	164	133	297
June 30, 1942	115	83	198
June 30, 1943	83	98	181
June 30, 1944	233	169	402
June 30, 1945	312	332	644
June 30, 1946	317	322	639
June 30, 1947	293	275	568
June 30, 1948	257	236	493
June 30, 1949	241	216	457

The number of years of active service of all twenty year men who are now eligible to retire is as follows:

Years of Service	Fire	Police
20	0	2
21	0	1
22	13	6
23	39	37
24	66	97
25	82	33
26	9	22
27	6	10
28	3	1
29	3	1
30	2	1
31	3	2
32	2	2
33	3	1
34	3	0
35	3	0
36	2	0
37	1	0
38	0	0
39	1	0
TOTAL	241	216

The above quoted statistics concern themselves exclusively with members entering the service of the Fire or Police Departments prior to January 17, 1927. If such members had served continuously, all of them would have been eligible for retirement at the close of the fiscal year. There were, however, 2 members who had not become eligible by reason of lost time. Out of the total of 2 members in this classification, 1 fireman will become eligible in March, 1954 and 1 policeman will become eligible in August, 1951. There will obviously be no other members becoming eligible in this classification.

Twenty-five Year Men

Members entering the service of the Fire or Police Departments subsequent to January 17, 1927 are required to serve twenty-five years in order to obtain a service pension of one-half of the average of their salary for the last three years of service. Effective June 16, 1947 the Charter was amended to the effect of allowing such members to retire upon forty per cent of the average compensation after twenty years of service with provision that such members would receive an additional two per cent of such average compensation for each of the next five years of additional service and one and two-thirds per cent of such average compensation for each of the next ten years of additional service. As of June 30, 1949, there were 129 firemen and 163 policemen who were eligible to retire under this twenty year rule and during the fiscal year 1949-50, 70 firemen and 66 policemen will become eligible.

The number of twenty-five year men retiring upon service pensions is represented by departments for the last two fiscal years in the following statement:

	Fire	Police	Total
June 30, 1948	5	16	21
June 30, 1949	9	16	25

The number of years of active service of all twenty-five year men who have twenty or more years of service is as follows:

Years of Service	Fire	Police
20	103	68
21	16	72
22	10	23
TOTAL	129	163

Military Leaves

A total of 943 men entered the military service from the Fire and Police Departments during the nine fiscal year period beginning July 1, 1940 as reflected in the following statement:

	Fire	Police	Total
1940-41	12	19	31
1941-42	44	94	138
1942-43	208	368	576
1943-44	47	72	119
1944-45	28	36	64
1945-46	0	1	1
1946-47	2	4	6
1947-48	0	1	1
1948-49	3	4	7
TOTAL	344	599	943

Eight hundred fifty members have returned from military leave and analysis of the remaining 93 appears as follows:

	Fire	Police	Total
Retired while on Military leave	8	23	31
Resigned while on military leave	5	16	21
Discharged while on Military leave	0	2	2
Died while on military leave	9	11	20
Disqualified as to restoration	0	3	3
Remaining on military leave	5	11	16

Of the 16 members remaining on military leave none are eligible to reire. Due to the possibility of conflict between sections of the Charter, no definite rule can be now formulated regarding these men. Hostilities have ceased as set forth in Section 17 but the effect of Section 189 is uncertain when applied to these cases.

Members on Active Duty

As of June 30, 1949 there were 2,386 firemen and 4,340 policemen on active duty including members on leave of absence without pay, members on military leave and members on suspension. The following statement presents an analysis of the length of service of such members:

	Fire	Police	Total
25-Year Men			
Men with less than 5 years service	1,014	2,751	3,765
With 5 years or more	996	1,198	2,194
With 20 years service	129	163	292
20-Year Men			
Now eligible to retire	241	215	456
Not yet eligible, due to loss of time	1	1	2
Men on Military Leave (eligibility date not counted)....	5	12	16
TOTAL	2,386	4,340	6,726

A S S E T S

Cash \$ 743,060

Included in this amount is a Petty Cash Fund of \$75.00, a Deed Revolving Fund of \$250.00 and general bond interest of \$19,974 received at the close of the fiscal year but not due until July 1, 1949. Also included is the purchase of an overlapping street improvement bond that has not yet been delivered. In July, \$180,000 was invested in Corporate bonds.

Bond Investments \$18,116,000

Schedule 6 presents a distribution of the bond portfolio at the close of the fiscal year. Holdings in government bonds were decreased \$1,050,000 and corporate bond holdings were increased \$3,698,000, for a net increase of \$2,648,000 during the fiscal year. An appraisal of the bond portfolio shows a market value of \$106,338 over the book value of these securities.

Street Improvement Bonds \$ 79,843

This account represents unmatured principal coupons on bonds on which payments have been made for the past 20 years. Of this amount \$410 represents delinquent principal. The summary details of this account are presented in Schedule 7.

Certificates of Sale \$ 6,897

At the beginning of the year there were 198 certificates of sale. Nine were transferred to real property, one was transferred to a treasurer's deed, one was redeemed and 134 were sold. At the end of the fiscal year there were 53 certificates of sale on hand.

Treasurer's Deeds \$ 37,274

At the beginning of the year there were 65 treasurer's deeds. During the year one was converted from a certificate of sale, one was sold and 11 were transferred to real property. At the end of the fiscal year there were 54 treasurer's deeds remaining.

Trust Deeds Receivable \$ 137,008

This account represents the unpaid principal on deeds of trust which were secured by the properties sold. These deeds bear interest at the rate of seven per cent per annum. There were 67 deeds at the beginning of the year. During the year three new deeds were received from property sales and 13 deeds were paid in full. At the close of the fiscal year there were 57 deeds on hand.

Real Property \$ 43,524

This account consists of 50 parcels of property of which three have been sold but the money has not been received. The value of these three parcels is \$5,910 and \$37,575 for the remaining 47 parcels.

Bond Premiums and Discounts \$ 137,162

The premiums and discounts are being amortized over the life of the bond issues affected in order that the earnings will be adjusted to the rates for which the bonds were purchased to yield.

Accrued Interest \$ 101,426

This account consists of \$95,879 on bonds both government and corporate and \$5,547 on street improvement bonds. This interest is due but not received as of June 30, 1949.

Total Assets \$19,402,194

LIABILITIES

Accounts Payable \$ 133

This account consists of two items of expense: Telephone expense, \$37; office expense, \$96.

Revenue Received in Advance — 1949-50 \$ 19,974

This account was established to show general bond interest received at the close of the fiscal year but not due until July 1, 1949.

Prepaid Payments \$ 1,207

This is a suspense account for cash payments received during prior years to apply on installment payments of principal and interest on street improvement bonds.

Partial Payments \$ 103

The balance of this account represents the amounts paid that have not been cleared against the actual asset affected.

Deposits on Real Property \$ 500

This account represents deposits on offers to purchase which have not been given final consideration and also real property sales on which escrows have not been closed.

Accumulated Surplus \$17,059,234

This account represents the amount of surplus accumulated from prior years operations to provide for excess pension requirements in future years. This account was increased \$184,782 during the fiscal year due to the excess of revenue over expenditures.

Reserve for Investment Losses \$ 2,321,043

This account represents the net profits and losses from the sale of investments and can be regarded as an evaluation reserve. This reserve is fully reinvested which increases the interest earnings to the fund and in turn reduces the requirements from taxes. This account shows an increase of \$42,577 as a result of profit from the sale of property and general obligation bonds of \$42,791 and a loss on sale of treasurer's deeds of \$214.

Total Liabilities \$19,402,194

OPERATIONS

Presented in Schedule 5 is the bond portfolio as of July 1, 1940 and its operations up to the close of the fiscal year under review. The detailed items constituting the portfolio are presented in Schedule 6. As of June 30, 1949, the portfolio was appraised at \$18,357,000 by Lionel D. Edie and Company which is \$241,000 in excess of the par value and \$103,838 in excess of the book value of the portfolio.

Taxes

Taxes in the amount of \$155 were paid on 8 parcels of property to which we had title. No new tax deeds were acquired during the year.

Lighting Assessments

Current lighting assessments on properties in which we had a real or statutory title were paid on 21 parcels of property amounting to \$554, while refunds resulting from the sale of property were received on 4 parcels amounting to \$27 for a net expenditure of \$527.

Street Improvement Bonds

During the year we sold 134 street bonds for a total consideration of \$9,523. Such sales were made upon the basis of par and accrued interest. Eighteen overlapping street bonds were purchased at par or better involving a total payment of \$803. One overlapping bond was redeemed for a total consideration of \$184 and involved an unpaid principal of \$97.

Deed Revolving Fund

This fund was established by Board resolution for the purpose of expediting the purchase of quitclaim deeds at a cost not exceeding \$25 per deed. During the year one deed was purchased at a cost of \$25.

Surety Bonds

Six of the ten employees were under bond as follows:

Position	Amount of Bond
Manager-Secretary	\$150,000
Chief Accountant	25,000
Senior Clerk	25,000
Principal Clerk Stenographer	5,000
Senior Clerk Stenographer	5,000
Intermediate Clerk typist	5,000

Real Property

There were 49 properties unsold at the beginning of the year. During the year 12 properties were placed into a merchantable position by quitclaim deed, 1 by quiet title judgment, 5 by trustee's deed, and 2 by guarantee of title. Seventeen properties were sold and escrows closed during the year, leaving a balance of 52 properties unsold at the end of the year. Completed sales of the 17 properties involved a total consideration of \$88,424.00

and a net profit of \$30,527.00. One Treasurer's Deed was sold at a loss of \$214.00 and a profit of \$1,428.00 was realized on the sale of 134 and the redemption of 1 Certificate of Sale. Thirteen reconveyances were prepared and executed after the notes which were secured by deeds of trust were fully paid. Profits and losses resulting from the sale of properties or liens against properties are closed into reserve for investment losses.

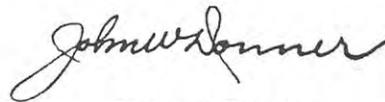
Signature Cards and Affidavits

The procedure of requiring new signature cards from all pensioners to whom pensions have been granted more than three years and signature cards and affidavits from all widows to whom pensions have been granted in prior fiscal years was inaugurated during the year with satisfactory results. It was difficult in some cases to convince service pensioners of the desirability of the procedure with the result that at the end of year some ninety-three pensioners had not executed the required signature card in proper form. This procedure will be completed early in the next year.

Personnel

Ten individuals were employed in the Department including one Assistant City Attorney. No vacant positions were filled during the year. All employees are carried in the same classification and in the same salary range as employees in the general government.

Respectfully submitted,



Manager-Secretary.

To the Board of Pension Commissioners of the
City of Los Angeles:

We have examined the balance sheets of the City of Los Angeles Fire and Police Pension Fund as of June 30, 1949 and June 30, 1948, and the related statements of operations and fund capital for the fiscal years then ended. Our examinations were made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

The administration of the Fire and Police Pension Fund is governed by the general provisions of the Charter of the City of Los Angeles, as amended, and more particularly by Article XVII thereof. Section 186 of Article XVII of the Charter specifies, among other things, that taxes shall be levied annually to provide funds estimated to be necessary for the payment of pensions and expenses of the Department of Pensions, and for reimbursement of the excess, if any, of the expenditures of the Department over its revenues. In view of this, specific reserves have not been established to provide for the payment of current or future pensions.

In our opinion, the accompanying balance sheets and statements of operations and fund capital present fairly the financial position of the City of Los Angeles Fire and Police Pension Fund at June 30, 1949 and June 30, 1948, and the results of its operations for the fiscal years then ended, in conformity with generally accepted accounting principles maintained pursuant to the applicable provisions of the Charter of the City of Los Angeles applied on a consistent basis throughout the period under review.

PEAT, MARWICK, MITCHELL & CO.

Los Angeles, California
November 7, 1949

**CITY OF LOS ANGELES
FIRE AND POLICE PENSION FUND**

**BALANCE SHEETS
As of June 30, 1949 and 1948**

EXHIBIT I

ASSETS

	June 30, 1949	June 30, 1948
Cash:		
Deposits with Treasurer of City of Los Angeles	\$ 742,664	\$ 2,812,062
Cash Revolving Funds	325	325
Cash in Suspense	71	71
	\$ 743,060	\$ 2,812,387
Taxes Receivable as Reimbursement of Excess of Expenditures over Revenues		287,128
Investments:		
Bond Investments—General at Par (Value based on Market Quotations \$18,357,000 and \$15,497,000 respectively)	18,116,000	15,468,000
Street Improvement Bonds—at Par	79,843	96,294
Certificates of Sale—at Cost	6,897	15,429
Treasurer's Deeds—at Cost	37,274	49,839
Trust Deeds Receivable—at Cost	137,008	158,389
Real Property—at Cost	43,524	84,546
	\$18,420,546	\$15,872,497
Bond Premiums, less discounts of \$36,548 and \$7,878 respectively ...	137,162	131,712
	18,557,708	16,004,209
Accrued Interest	101,426	61,521
	\$19,402,194	\$19,165,245

Fourteen

BOARD OF PENSION COMMISSIONERS

**CITY OF LOS ANGELES
FIRE AND POLICE PENSION FUND**

**BALANCE SHEETS
As of June 30, 1949 and 1948**

EXHIBIT I

LIABILITIES

	June 30, 1949	June 30, 1948
Accounts Payable	\$ 133	
Revenues Received in Advance	19,974	
Deferred Credits:		
Prepaid Payments—Street Bonds	\$ 1,207	\$ 1,207
Partial Payments—Street Bonds	103	103
Deposits on Real Property Sales and Leases	500	11,017
	1,810	12,327
Fund Capital (per Statement):		
Accumulated Surplus	17,059,234	16,874,452
Reserve for Investment Losses	2,321,043	2,278,466
	19,380,277	19,152,918
	\$19,402,194	\$19,165,245

**CITY OF LOS ANGELES
FIRE AND POLICE PENSION FUND**

**STATEMENT OF OPERATIONS
For the Fiscal Years ended June 30, 1949 and 1948**

EXHIBIT II

	Fiscal Year Ended June 30, 1949	Fiscal Year Ended June 30, 1948
Revenues:		
Taxes	\$3,019,755	\$3,673,050
Interest	450,013	414,536
Rental of Property	1,408	3,342
Members' Contributions	1,519,397	1,231,765
Sales—Unclaimed Property	15,743	21,410
Bonus	195	677
Donations .....	.....	217
Miscellaneous	2,031	398
	<u>5,008,542</u>	<u>5,345,395</u>
Total		
Deduct tax revenue applicable to prior year's expenditures.....	287,128	1,265,966
	<u>4,721,414</u>	<u>4,079,429</u>
Revenues available for current year's expenditures		
Expenditures:		
Pensions Paid:		
Service	\$3,282,563	\$3,199,042
Disability	374,419	360,169
Widows	754,276	695,807
Minors	30,545	29,995
Dependents	11,859	14,776
Non-service:		
Disability	19,004	4,945
Widows	7,162	2,955
	<u>4,479,828</u>	<u>4,307,689</u>
Administrative Expenses	56,804	58,868
	<u>4,536,632</u>	<u>4,366,557</u>
Excess of Revenues over Expenditures	<u>\$ 184,782</u>	<u>(287,128)*</u>

*Excess of Expenditures over Revenues (reimbursed from taxes levied in following year).

CITY OF LOS ANGELES
FIRE AND POLICE PENSION FUND

STATEMENT OF FUND CAPITAL
For the Fiscal Years ended June 30, 1949 and 1948

EXHIBIT III

	Fiscal Year Ended June 30, 1949			Fiscal Year Ended June 30, 1948		
	Accumulated Surplus	Reserve for Investment Losses	Total	Accumulated Surplus	Reserve for Investment Losses	Total
Balance as of beginning of period	\$16,874,452	\$2,278,466	\$19,152,918	\$16,786,452	\$2,200,494	\$18,986,946
Add:						
Amount received on redemption of 1,760 shares of first preferred stock of Los Angeles Chamber of Commerce Build- ing Corporation which had been writ- ten off in 1938 .....	.....	.....	.....	88,000	.....	88,000
Net gain on disposition of investments .....	.....	42,577	42,577	.....	77,972	77,972
Excess of revenues over expenditures	184,782	.....	184,782	.....	.....	.....
Balance as of close of period	<u>\$17,059,234</u>	<u>\$2,321,043</u>	<u>\$19,380,277</u>	<u>\$16,874,452</u>	<u>\$2,278,466</u>	<u>\$19,152,918</u>

Note:

The reserve for investment losses at June 30, 1949 is comprised of the net gains realized from investment transactions consummated after June 30, 1940, \$2,423,183, less the excess of expenditures made over revenues received during the fiscal year ended June 30, 1941, amounting to \$102,140, which was not reimbursed by subsequent tax revenues.

FIRE AND POLICE PENSION FUND
STATEMENT OF OPERATIONS COMPARED
 Fiscal Years 1942-43 to 1948-49 Inclusive

SCHEDULE 1

	1948-49	1947-48	1946-47	1945-46	1944-45	1943-44	1942-43
Revenues							
Taxes	\$3,019,755	\$3,673,050	\$3,287,705	\$2,737,131	\$2,117,422	\$1,757,574	\$1,437,760
Interest	450,013	414,536	437,787	396,246	353,580	397,367	457,069
Rental of Property	1,408	3,342	9,194	10,620	20,862	20,424	19,178
Members' Contributions	1,519,397	1,231,765	629,090	456,587	440,819	424,817	407,478
Sales of Unclaimed Property	15,743	21,410	15,458	13,212	11,772	10,469	9,528
Bonus	194	677	1,521	1,497	2,744	1,313	1,556
Donations		217	592	597	611	602	592
Miscellaneous	2,031	398	1,428	1,177	135	136	84
TOTAL REVENUES	\$5,008,541	\$5,345,395	\$4,382,775	\$3,617,067	\$2,947,945	\$2,612,702	\$2,333,245
DEDUCT: Amount applicable to prior year's expenditures (Charter Sec. 186)	287,128	1,265,966	1,455,802	1,190,426	701,994	273,224	.....
REVENUES AVAILABLE for current year's expenditures	\$4,721,413	\$4,079,429	\$2,926,973	\$2,426,641	\$2,245,951	\$2,339,478	\$2,333,245
Expenditures							
Pensions Paid							
Service	\$3,282,563	\$3,199,042	\$3,111,581	2,880,806	\$2,478,489	\$2,116,279	\$1,717,071
Disability	374,419	360,169	349,134	341,454	341,310	339,513	321,088
Widows	754,276	695,807	610,917	550,595	506,950	464,573	453,256
Minors	30,545	29,995	53,748	55,314	52,614	57,113	51,238
Dependents	11,859	14,776	13,295	11,844	11,769	11,465	11,003
Non-Service							
Disability	19,004	4,945	.....	.....	.....	.....	.....
Widows	7,162	2,955	.....	.....	.....	.....	.....
Total Pensions	\$4,479,828	\$4,307,689	\$4,138,675	\$3,840,013	\$3,391,132	\$2,988,943	\$2,553,656
Administrative Expense (Schedule 2)	56,804	58,868	54,264	42,430	45,245	52,529	52,813
TOTAL EXPENDITURES	\$4,536,632	\$4,366,557	\$4,192,939	\$3,882,443	\$3,436,377	\$3,041,472	\$2,606,469
Excess of Revenues Over Expenditures	\$ 184,781	\$ 287,128*	\$1,265,966*	\$1,455,802*	\$1,190,426*	\$ 701,994*	\$ 273,224*

*Excess of expenditures over revenues.

**ADMINISTRATIVE EXPENSE COMPARED
SCHEDULE 2**

OPERATING EXPENSE

	1948-49	1947-48	1946-47	1945-46	1944-45	1943-44	1942-43
Salaries	\$ 44,533	\$ 44,277	\$ 39,706	\$ 30,778	\$ 32,718	\$ 34,685	\$ 35,001
Office	739	1,236	693	517	447	563	711
Printing	789	732	967	688	973	772	656
Postage	240	143	140	180	180	175	160
Surety and Insurance Premiums	403	1,869	2,092	906	870	1,061	1,019
Medical Examinations	3,238	3,109	1,732	2,216	2,445	2,533	4,757
Mileage .....	.....	17	400	.....	.....	194	197
Telephone	460	374	434	483	395	542	716
Auto Repairs and Supplies	180	154	399	278	218	215	214
Litigation	135	614	2,082	1,303	998	1,424	2,204
Property Maintenance	3	223	422	978	2,920	5,380	1,982
Lot Cleaning	8	36	.....	283	467	329	555
Investment Expense	3,000	2,500	2,500	2,500	2,500	4,000	4,000
Investigation and Travel	837	681	671	810	32	545	387
Miscellaneous	646	15	307	287	82	27	.....
Auditing and Survey Costs	1,218	.....	.....	.....	.....	.....	.....
Equipment, Furniture and Fixtures	375	2,888	1,719	223	.....	84	254
TOTAL EXPENSE	\$ 56,804	\$ 58,868	\$ 54,264	\$ 42,430	\$ 45,245	\$ 52,529	\$ 52,813

STATEMENT OF CASH RECEIPTS AND SOURCES THEREOF
Fiscal Years 1942-43 to 1948-49 Compared

Twenty

SCHEDULE 3

	1948-49	1947-48	1946-47	1945-46	1944-45	1943-44	1942-43
Total Receipts and Revenue	\$8,451,077	\$8,537,031	\$6,976,213	\$9,380,227	\$13,038,343	\$7,577,769	\$6,185,240
Deduct:							
Revenue (Schedule 1)	4,721,413	4,079,429	2,926,973	2,426,641	2,245,951	2,339,478	2,333,245
Adjustments:							
Accrued Interest	39,905*	13,404*	8,563	27,513	51,976	42,520	25,090
Prepaid Interest	17,725	15,060	5,738	.....	.....	.....	.....
Bond Premiums Amortized	9,109	6,800	5,360	4,741	6,538	12,084	18,576
Revenue Received in Advance	19,974	.....	.....	.....	.....	.....	.....
Taxes Receivable	287,128	1,265,966	1,455,802	1,190,426	701,994	273,225	.....
Miscellaneous	42*	3,037	32,332*	1,141	2,512	223	.....
TOTAL REVENUE RECEIPTS	\$5,015,402	\$5,356,888	\$4,370,104	\$3,650,462	\$ 3,008,971	\$2,667,530	\$2,376,911
CAPITAL RECEIPTS	\$3,435,675	\$3,180,143	\$2,606,109	\$5,729,765	\$10,029,372	\$4,910,239	\$3,808,329
Analysis—Capital Operations:							
Bond Investments—(Par Value)	\$3,252,000	\$2,800,000	\$2,290,000	\$4,854,000	\$ 9,036,000	\$3,687,000	\$3,087,000
Bond Investments—Premiums	47,727	1,190	5,525	71,808	154,224	237,349	228,408
Street Improvement Bonds (Par Value)	16,451	34,244	53,925	79,928	130,560	89,731	118,025
Certificates of Sale	256	229	10,516	7,356	.....	8,000	271
Treasurer's Deeds	318	6,750	19,461	5,736	75	118	.....
Real Property Sales	58,892	145,638	114,160	391,631	282,238	24,846	4,223
Trust Deeds, Installments	45,126	79,477	80,246	148,602	33,307	19,534	21,297
Miscellaneous Collections	137	88,484	11,985	8,235	8,495	10,421	23,771
Reserve for Investment Losses	11,863	1,349	815*	128,160	331,987	823,505	325,334
Deposits on Real Property Sales	2,905	22,782	21,106	34,309	52,486	9,735	.....
TOTALS	\$3,435,675	\$3,180,143	\$2,606,109	\$5,729,765	\$10,029,372	\$4,910,239	\$3,808,329

*Deductions

BOARD OF PENSION COMMISSIONERS

STATEMENT OF CASH DISBURSEMENTS AND OBJECTIVES THEREOF
Fiscal Years 1942-43 to 1948-49 Compared

ANNUAL REPORT

SCHEDULE 4

	1948-49	1947-48	1946-47	1945-46	1944-45	1943-44	1942-43
Total Disbursements	\$10,520,475	\$7,463,457	\$6,855,131	\$8,614,656	\$13,024,700	\$7,492,907	\$6,761,734
Deduct:							
Expenditures (Schedule 1)	4,536,632	4,366,557	4,192,939	3,882,443	3,436,377	3,041,472	2,606,469
Adjustments:							
Prepaid Interest	17,725	15,060	5,738	7,592	18,573	3,821	9,929
Expense Abatements .....	.....	929	777	1,119	2,512	1,397	.....
Refund of Contributions .....	.....	1,266	.....	.....	.....	.....	.....
Refund, Deposits on Sales	250	150	3,008	850	300	.....	.....
Encumbrances Adjustments	133*	1,682	1,365*	41	1,614	1,665*	35*
Miscellaneous	1,909	1,188	284	3,600	77	12	44
TOTAL OPERATING DEDUCTIONS..	\$ 4,556,383	\$4,386,832	\$4,201,381	\$3,895,645	\$ 3,459,453	\$3,045,037	\$2,616,407
CAPITAL OPERATIONS	\$ 5,964,092	\$3,076,625	\$2,653,750	\$4,719,011	\$ 9,565,247	\$4,447,870	\$4,145,327
Analysis—Capital Operations:							
Bond Investments—(Par Value)	\$ 5,900,000	\$3,044,000	\$2,600,000	\$4,675,000	\$ 9,480,000	\$4,392,000	\$4,083,000
Bond Investments—Premiums	61,530	17,091	19,008	18,528	16,183	35,880	40,276
Appraisals	85	320	1,035	960	1,524	980	150
Foreclosure Costs	2	.....	3,177	540	.....	12	24
Quiet Title Costs	527	54	250	248	105	1,340	1,463
Escrow Charges—Real Property	50	280	27	1,567	1,594	.....	.....
Other Bonds	640	4,307	1,537	4,622	2,993	17,380	20,284
Quitclaim Deeds	545	959	9,390	2,910	110	230	.....
Street Lighting Assessments	364	256	1,604	2,009	21,998	.....	.....
Taxes	17	9,051	16,202	12,627	40,490	.....	.....
Title Searches	240	278	991	.....	.....	.....	.....
Miscellaneous Capital Charges	92	29	529	.....	250	48	130
TOTALS	\$ 5,964,092	\$3,076,625	\$2,653,750	\$4,719,011	\$ 9,565,247	\$4,447,870	\$4,145,327

*Deductions

Twenty-one

BONDS SOLD, CALLED AND MATURED

Fiscal Year 1948-49

SCHEDULE 5

ISSUE	Total Receipts	Sold	Called	Matured	Premium	Profit
Wisconsin Public Service 3¼% 1971	\$ 2,105	\$	\$2,000	\$	\$ 97	\$ 8
U. S. Treasury Notes	150,000	.....	.....	150,000	.....	.....
U. S. Certificates	600,000	.....	.....	600,000	.....	.....
U. S. Treasury 2½% 1972/67	1,256,738	1,250,000	.....	.....	.....	6,738
U. S. Treasury 2¼% 1962/59	958,945	950,000	.....	.....	.....	8,945
Southern Railway 4% 1956	144,750	150,000	.....	.....	1,430*	3,820*
Atlantic Coast Line 4½% 1964	51,542	50,000	.....	.....	3,132	1,590*
Public Service Electric and Gas 5% 2037	147,500	100,000	.....	.....	47,500	.....
TOTAL	\$3,311,580	\$2,500,000	\$2,000	\$750,000	\$49,299	\$10,281

*Deductions

Twenty-two

BOARD OF PENSION COMMISSIONERS

BOND DISTRIBUTION

June 30, 1949

SCHEDULE 6

	Rate	Maturity Date	Par Value
UNITED STATES GOVERNMENT			
U. S. Savings Bonds "G"	2½	1953/60	\$1,650,000
U. S. Treasury Bonds (Reg.)	2½	1967/62	500,000
U. S. Treasury	1½	1950	225,000
U. S. Treasury	2¼	1959/62	3,950,000
U. S. Treasury	2½	1967/72	3,800,000
U. S. Treasury "A"	2½	1965	250,000
			<hr/>
			\$10,375,000
CORPORATES			
American Tel. & Tel. (Conv.)	2¾	1961	200,000
American Tel. & Tel.	2¾	1975	300,000
American Tel. & Tel.	2¾	1980	200,000
Atlantic Coast Line	4½	1964	50,000
Bethlehem Steel	2¾	1970	100,000
Bethlehem Steel	3	1979	100,000
Boston Edison	2¾	1970	200,000
California Oregon Power	3½	1974	100,000
Canadian National Railway	4½	1951	100,000
Central Maine Power	3½	1970	143,000
Cleveland Electric Illuminating	3	1970	150,000
Commonwealth Edison	3	1999	250,000
Consolidated Edison	3	1979	150,000
Consolidated Electric & Power, Baltimore	3	1969	120,000
Dallas Power & Light	2⅞	1979	200,000
Deere & Co.	2¾	1965	25,000
Dept. of Water & Power	2½	1975	10,000
Dept. of Water & Power	2½	1982	15,000
Dept. of Water & Power	2½	1984	105,000
Dept. of Water & Power	2½	1985	75,000
Dept. of Water & Power	2¼	1986	35,000
Dept. of Water & Power	2¼	1988	10,000
Detroit Edison	3	1970	150,000
Duke Power	2⅞	1979	250,000
Illinois Bell Telephone	2¾	1981	150,000
Illinois Bell Telephone	3	1978	200,000
			<hr/>
			7,741,000

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Twenty-three

BOND DISTRIBUTION

June 30, 1949

SCHEDULE 6—(Continued)

CORPORATES (Continued)	Rate	Maturity Date	Par Value
International Bank	3	1972	50,000
Michigan Bell Telephone	3 $\frac{1}{8}$	1988	200,000
Mountain States Tel. & Tel.	2 $\frac{5}{8}$	1986	100,000
New England Tel. & Tel.	3	1974	200,000
New Jersey Bell Tel.	3 $\frac{1}{8}$	1988	250,000
New York Tel.	3	1981	100,000
No. Indiana Public Service	3 $\frac{1}{8}$	1973	150,000
No. States Power, Minnesota	2 $\frac{3}{4}$	1975	200,000
No. States Power, Wisconsin	3	1979	200,000
Pacific Gas & Elec.	3	1979	200,000
Pacific Tel. & Tel.	3 $\frac{1}{8}$	1983	150,000
Penn. Power and Light	3	1975	200,000
Potomac Electric Power	2 $\frac{7}{8}$	1984	200,000
Public Service of Indiana	3	1979	100,000
Public Service of New Hampshire	3 $\frac{1}{4}$	1973	198,000
Public Service Electric & Gas	3	1972	75,000
Public Service Electric & Gas	2 $\frac{7}{8}$	1979	200,000
Shell Union Oil	2 $\frac{1}{2}$	1971	250,000
Southern Bell Telephone	3	1979	150,000
Southern California Edison	3 $\frac{1}{8}$	1973	100,000
Southwestern Bell Tel.	3 $\frac{1}{8}$	1983	100,000
Swift & Co.	2 $\frac{7}{8}$	1973	100,000
Union Oil Co.	2 $\frac{3}{4}$	1970	250,000
Virginia Electric & Power	3	1978	100,000
Westinghouse Electric Corp.	2.65	1973	250,000
Wisconsin Power & Light	3 $\frac{1}{4}$	1971	144,000
Wisconsin Public Service	3 $\frac{1}{4}$	1971	136,000
TOTAL PAR VALUE			<u><u>\$18,116,000</u></u>

* Appraised Value \$18,357,000.00
 Book Value 18,250,662.00

Twenty-four

BOARD OF PENSION COMMISSIONERS

STREET IMPROVEMENT BONDS

June 30, 1949

SCHEDULE 7

	Principal Amount Purchased	Principal Amount Paid	Principal Amount Foreclosed	Principal Charged Off	Principal Unmatured	Principal Matured Delinquent	Principal Balance
First Alley North of Rowena, Series 1	\$ 1,726	\$ 172	\$ 1,554	\$	\$	\$	\$
Avenue 60, Series 3	234,289	188,971	44,711	607	.....	.....	.....
Beverly Boulevard, Series 13	99,379	84,114	15,265	.....	.....	.....	.....
Coldwater Canyon, Series 1	80,973	77,889	3,084	.....	.....	.....	.....
Figueroa Street, Series 24	59,935	44,531	14,532	.....	872	.....	872
Fourth Street, Series 25	103,546	96,801	5,651	.....	1,094	.....	1,094
Broadway, Series 16	851,543	323,572	523,490	293	4,188	.....	4,188
Gower Street, Series 7	84,950	79,998	4,952	.....	.....	.....	.....
La Brea Avenue, Series 13	107,264	101,197	4,026	.....	2,041	.....	2,041
La Brea Avenue, Series 20	233,303	200,055	28,261	.....	4,987	.....	4,987
Manchester Avenue, Series 6	616,370	383,675	222,976	2,414	7,305	.....	7,305
Myra Avenue, Series 3	150,141	132,798	16,631	162	485	65	550
Olive Street, Series 9	315,190	285,051	28,563	.....	1,576	.....	1,576
Olive Street, Series 10	515,424	387,408	124,031	.....	3,985	.....	3,985
Sepulveda Boulevard, Series 2	57,024	32,347	24,577	.....	100	.....	100
Silver Lake Boulevard, Series 3	210,108	176,255	32,149	223	1,481	.....	1,481
Slauson Avenue, Series 10	146,961	113,220	28,870	.....	4,871	.....	4,871
Temple Street, Series 12	589,764	424,826	152,770	587	11,501	80	11,581
Vermont Avenue, Series 24	108,504	108,427	77	.....	.....	.....	.....
Vermont Avenue, Series 25	314,233	306,919	6,187	.....	1,127	.....	1,127
Virgil Avenue, Series 11	519,563	355,827	153,945	78	9,713	.....	9,713
Washington Street, Series 15	471,674	338,635	113,872	49	18,680	438	19,118
Western Avenue, Series 19	386,673	305,087	76,411	.....	5,175	.....	5,175
Windward Avenue, Series 1	110,150	98,665	11,485	.....	.....	.....	.....
Flower Street, Series 7	80,544	9,426	71,118	.....	.....	.....	.....
Franklin Avenue, Series 13	12,279	12,200	.....	.....	79	.....	79
Echo Park Terrace, Series 1	5,079	5,079	.....	.....	.....	.....	.....
Franklin Avenue, Series 12	43,142	43,067	75	.....	.....	.....	.....
Gaffey Street, Series 10	11,493	10,931	562
	<u>\$6,521,224</u>	<u>\$4,727,143</u>	<u>\$1,709,825</u>	<u>\$ 4,413</u>	<u>\$ 79,260</u>	<u>\$ 583</u>	<u>\$ 79,843</u>

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Twenty-five

CHARTER AND ORDINANCE PROVISIONS GOVERNING PENSION SYSTEM

ARTICLE XVII

DEPARTMENT OF PENSIONS

Sec. 180. The Board of Pension Commissioners shall administer the fire and police pension system of the city, and have exclusive control of the administration and investment of the fire and police pension fund which may be established as hereinafter provided; provided, however, that any money in such fund shall be kept on deposit in the City Treasury or be invested in bonds and securities authorized by law as legal investment for savings banks. Such bonds or other securities purchased as aforesaid shall be placed in the custody of the Treasurer, who is hereby directed to act as a depository for such bonds or securities. All interest and earnings from such investments shall accrue and be deposited to the credit of the fire and police pension fund.

Sec. 181. Any member of the Fire or Police Department who shall have served in such department for twenty years or more in the aggregate in any capacity or rank whatever, on his request, or by order of the Board, if it be deemed for the good of the department, shall be retired from further service in such department, and such member shall thereafter, during his lifetime, be paid in equal monthly installments from said fund a pension as follows: for twenty years' aggregate service, forty per cent (40%) of the average monthly rate of salary assigned to the ranks or positions held by such member during the three years immediately preceding the date of his retirement; and an additional two per cent (2%) of such average rate of salary for each year over twenty and less than twenty-five years in the aggregate served by such member before retirement; for twenty-five years' aggregate service, fifty per cent (50%) of the average monthly rate of salary assigned to the ranks or positions held by such member during the three years immediately preceding the date of his retirement; and an additional one and two-thirds per cent ($1\frac{2}{3}\%$) of such average rate of salary for each year over twenty-five and less than thirty-five years in the aggregate served by such member before retirement; for thirty-five years or more aggregate service, two-thirds ($\frac{2}{3}$) of the average monthly rate of salary assigned to the ranks or positions held by such member during the three years immediately preceding the date of his retirement. Provided, further, however, that any such member of the Fire or Police Department who shall have become a member of such department prior to January 17, 1927, who shall have served in such department for thirty years in the aggregate in any capacity or rank whatever, shall, on his request, or by order of the board, if it be deemed for the good of the department, be retired from further service in such department, and he shall thereafter, during his lifetime, be paid in equal monthly installments from said fund a pension equal to two-thirds ($\frac{2}{3}$) of the average monthly rate of salary assigned to the ranks or positions held by such member during the three years immediately preceding the date of his retirement. Provided, that after twenty years' aggregate service, on request of such member who shall have become a member of such department prior to January 17, 1927, or by the board for the good of the department, such member shall be retired and paid in equal monthly installments from said fund a limited pension as follows: For twenty years' aggregate service, fifty per cent (50%) of

the average monthly rate of salary assigned to the ranks or positions held by such member during the three years immediately preceding the date of his retirement; and an additional one and two-thirds per cent (1 2/3%) of such average rate of salary for each year over twenty years and less than thirty years in the aggregate served by such member before retirement.

In computing the aggregate period of service of a member of the Fire or Police Department for the purposes of this section, there shall be included the period or periods of time, if any, while such member was on disability retirement pursuant to the provisions of Sections 182 or 182 1/4 of this Charter.

The provisions of this section are subject to the further conditions set forth in section 181 1/2 of this charter.

Sec. 181 1/2. No member of said departments entering said departments on or subsequent to January 17, 1927, shall receive a pension from said fire and police pension fund, pursuant to the provisions of Section 181 of this article, in an amount greater than the maximum pension payable pursuant to the provisions of Section 181 of this article to one entering such department subsequent to January 17, 1927, and having like years of service occupying the position of Battalion Chief of the Fire Department or Captain of the Police Department (or if there be then no positions so designated, the positions the duties of which most nearly correspond to those now attached to the position of Battalion Chief of the Fire Department or Captain of the Police Department) at the time of the retirement of such member.

Sec. 182. Whenever any member of the Fire or Police Department shall become so physically or mentally disabled by reason of bodily injuries received in, or by reason of sickness caused by the discharge of the duties of such person in such department as to render necessary his retirement from active service, the board shall order and direct that such member be retired from further service in such department; and thereafter such member so retired shall, during his lifetime, be paid from said pension fund a pension in an amount to be determined by the said board, but which pension shall be equal to not less than fifty per cent (50%), nor more than ninety per cent (90%), of the salary attached to the rank or position held by him in such department at the date of such retirement order. Such pension shall be paid in equal monthly installments. Provided, however, that any pension granted to any member of the Fire or Police Department for disability or sickness, as provided for in this section, shall cease when the disability or sickness ceases and such member shall, subject to civil service and other provisions of this charter governing the appointment of city employees, have been restored to active duty in such department of which such person was a member at the time of retirement to the same rank or position which such person held at said time. Provided, further, that the Board of Pension Commissioners shall have the power to hear and determine all matters pertaining to the granting and termination of any pension award as provided for in this section. Said board shall make its findings in writing, based upon the report of at least three regularly licensed, practicing physicians, and such other evidence concerning such disability as it may have before it. Said board shall determine the degree of disability and such determination shall govern the amount of pension to be awarded to such disabled member as hereinabove provided; and provided, further, that upon the written request of any such retired member, or upon its own motion, said board shall have the power, at any

time prior to the restoration of such retired member to active service, to consider new evidence pertaining to the case of any such retired member, and to increase or decrease the amount of such pension award to be thereafter paid.

Sec. 182 $\frac{1}{4}$. Any member of the Fire or Police Department who shall have served in such department for five years or more in the aggregate from the date of his last appointment to such department and who has become physically or mentally incapacitated by reason of injuries or sickness other than injuries received or sickness caused by the discharge of the duties of such person in such department, and who is incapable as a result thereof from performing his duties, shall be retired upon written application of such person or of any person acting in his behalf or of the head of the department in which such member is employed.

The Board shall cause such member to be examined by and a written report thereon rendered by three regularly licensed, practicing physicians selected by said Board, and shall hear such other evidence relating to such disability of such member as may be presented to said Board. If, upon considering the report of such physicians and such other evidence as shall have been presented to it, said board finds that said member has become physically or mentally incapacitated by reason of the injuries or sickness other than injuries received or sickness caused by the discharge of the duties of such member in such department, and he is incapable as a result thereof of performing his duties, and if said Board finds that such disability was not due to or caused by the moral turpitude of such member, he shall be retired from further service in such department, and thereafter such member so retired shall, during his lifetime, be paid from said pension fund a pension in an amount equal to forty per cent (40%) of the highest salary (exclusive of any amount payable by reason of assignment to special duty) attached to the rank of policeman or fireman at the date of such retirement order. Such pension shall be paid in equal monthly installments. Provided, however, that any pension granted to any member of the Fire or Police Department for disability or sickness as provided in this section shall cease when the disability or sickness ceases, and such member shall, subject to civil service and other provisions of this charter governing the appointment of city employees, have been restored to active duty in such department of which such person was a member at the time of retirement to the same rank or position which such person held at said time. Provided, further, that the Board of Pension Commissioners shall have the power to hear and determine all matters pertaining to the granting and termination of any pension award as provided for in this section.

This section shall be applicable only where a member is not entitled to a disability pension under the provisions of Section 182.

Sec. 183. Whenever any member of the Fire or Police Department shall die as a result of any injury received during the performance of his duty, or from sickness caused by the discharge of such duty, or after retirement, or while eligible to retirement from such department on account of years of service, then an annual pension shall be paid in equal monthly installments to his widow, or child or children, or dependent parent or parents, in an amount equal to one-half ($\frac{1}{2}$) of the average monthly rate of salary assigned to the ranks or positions held by such member during the three years immediately preceding the time of his death or the date of his retirement from active duty in such department. Said pension shall be paid to the widow during her lifetime or until she remarries, and thereafter a

pension shall be paid in equal monthly installments, in an amount equal to one-half ($\frac{1}{2}$) of the average monthly rate of salary assigned to the ranks or positions held by such member during the three years immediately preceding the time of his death or the date of his retirement from active duty in such department to the legally appointed guardian of the child or children of such deceased member until such child or children shall have attained the age of eighteen years, or to his child or children should there be no widow until such child or children shall have attained the age of eighteen years, or to his dependent parent or parents during their lifetime or during such dependence, should there be no widow or child. Provided, however, that during the lifetime of such widow or until she shall remarry, an additional amount shall be paid to such widow for each child during the lifetime of such child, or until such child shall have married or reached the age of eighteen years, as follows: For one child, twenty-five per cent (25%) of the pension allowed as hereinabove set forth; for two children, forty per cent (40%) of such pension; and for three or more children, fifty per cent (50%) of such pension. Provided, further, however, that no widow of a pensioner shall be entitled to a pension unless she shall have been married to such deceased pensioner at least one year prior to the date of his retirement; and provided, further, that no widow of a member of the Fire or Police Department eligible for retirement from such department, who dies from causes other than those arising out of or from the performance of his duties, shall be entitled to a pension unless she shall have been married to such deceased member for at least one year prior to the date of his death, and provided, further, that if such widow, child or children shall marry, then the pension paid to the person so marrying shall cease, and provided, further, that should the dependency of such parent or parents terminate, then the pension paid to such dependent parent or parents shall cease. Provided, however, that the pension payable hereunder to the widow, child or children or dependent parent or parents of a member of the Fire or Police Department who became a member of such department on or subsequent to January 17, 1927, who, after retirement on account of years of service, but having served less than twenty-five years in the aggregate prior to the time of such retirement, or who, while eligible to retirement from such department on account of years of service, but prior to having served twenty-five years in the aggregate shall die from causes other than those arising out of or from the performance of his duties, shall not exceed the amount of the pension which such retired member was receiving at the time of his death or which such member eligible for retirement would have been eligible to receive at the date of his death under the provisions of Section 181 and 181 $\frac{1}{2}$ of this charter, and the additional amount payable to such widow on account of children pursuant to the provisions of this section shall be the applicable percentage hereinabove set forth of a pension in such maximum amount.

Sec. 183 $\frac{1}{2}$. Whenever any member of the Fire or Police Department (other than a member retired on account of years of service or a member eligible to retirement on account of years of service, but including a member retired on account of disability pursuant to the provisions of Section 182 $\frac{1}{4}$ of this charter) who shall have served in such department for five years or more in the aggregate from the date of his last appointment to such department, shall die from causes other than those arising out of or from the performance of his duties, then an annual pension shall be paid in equal monthly installments to his widow, or child or children, or dependent parent or parents, in an amount equal to forty per cent (40%) of the highest salary (exclusive of any amount payable by reason of assignment to special duty) attached to the rank of policeman or fireman at the date

of such member's death. Said pension shall be paid to the widow during her lifetime or until she remarries, and thereafter a pension in the same amount shall be paid in equal monthly installments to the legally appointed guardian of the child or children of such deceased member until such child or children shall have attained the age of eighteen years, or to his child or children should there be no widow until such child or children shall have attained the age of eighteen years, or to his dependent parent or parents during their lifetime or during such dependence, should there be no widow or child, provided, however, that during the lifetime of such widow or until she shall remarry, an additional amount shall be paid to such widow for each child during the lifetime of such child, or until such child shall have married or reached the age of eighteen years, as follows: for one child, twenty-five per cent (25%) of the pension allowed as hereinabove set forth; for two children, forty per cent (40%) of such pension; and for three or more children, fifty per cent (50%) of such pension. Provided, further, however, that no widow shall be entitled to a pension pursuant to the provisions of this section unless she shall have been married to such deceased member for at least one year prior to the date of his death.

And provided further, that no widow of a member who shall die while on disability retirement pursuant to the provisions of Section 182 $\frac{1}{4}$ of this charter shall be entitled to a pension pursuant to the provisions of this section unless she shall have been married to such deceased member for at least one year prior to the date of his retirement.

Sec. 184. That all pensions granted in accordance with the provisions of sections 181, 182, 182 $\frac{1}{4}$, 183 and 183 $\frac{1}{2}$ hereof shall remain in full force and effect for the period granted, and any increase or decrease of salaries of active members of the Fire and Police Departments shall not in anywise affect the amount of the pensions to be paid to retired members of such departments, or to any other person pensioned pursuant to the provisions of this article, nor shall the amount of such pensions be changed for any other reason, except as otherwise specifically provided in this article.

Sec. 185. For the purpose of the provisions contained herein, the Fire Department shall consist of all persons duly and regularly appointed in the Fire Department under civil service rules and regulations to perform the duties of a regular fireman in the City of Los Angeles, under whatever designation they may be described in any salary or departmental ordinance providing compensation for said Fire Department; and the Police Department shall consist of all members of such Police Department appointed under civil service rules and regulations and sworn in, as provided by law, to perform the duties of a regular police officer of the City of Los Angeles, under whatever designation that they may be described in any salary or departmental ordinance providing compensation for the members of said Police Department. The provisions as herein in this charter contained shall apply to all members of the Fire and Police Departments as in this section defined, and to all members of said departments who have been heretofore granted pensions.

Sec. 186. For the purpose of providing for the payment of pensions, the expense of said Department of Pensions, and maintaining a reserve for said purposes henceforth, a fund is hereby created, to be known as the fire and police pension fund, which shall consist of all moneys heretofore paid into and all moneys, property and investments now in the fire and police pension fund, and all moneys hereafter paid into said fund in accordance with the provisions of this charter and of this section.

In order that the Council may be advised as to the amount of tax levy required to be made by the provisions of this section, the Board of Pension Commissioners shall annually and not later than the first day of June of each year prepare and transmit to the Council a statement consisting of and including only the following items:

(1) The estimated requirements for the next succeeding fiscal year to pay and discharge (a) disability pensions, (b) widows' pensions, (c) minors' pensions, (d) dependents' pensions, and (e) the expense of said Department of Pensions; and

(2) A sum equal to six per centum of the estimated total payrolls of the Fire and Police Departments for those members of said departments included within the pension provisions of this article for the next succeeding fiscal year.

In addition to the foregoing, in the event that all payments made and to be made from said fire and police pension fund during any current fiscal year shall exceed the total amount paid into said fund from all sources, then there shall be included in such statement a sum equal to the difference between the amount of moneys paid and estimated to be paid from said fire and police pension fund during the current fiscal year and all moneys received and anticipated to be received into said fund during said fiscal year.

The Council shall annually levy a tax clearly sufficient to produce a sum in the total amount of all of the items set forth in the statement required to be prepared by the Board of Pension Commissioners as hereinabove provided.

In addition to the receipts from taxes levied pursuant to the provisions of this section and the deductions from the salaries of the members of the Fire and Police Departments as provided for in Section 186½ hereof, there shall be paid into said fire and police pension fund the following moneys, to-wit:

- (a) All interest and earnings from the investment of said funds;
- (b) All contributions and donations to the Fire and Police Departments for services by any member or members thereof, except amounts of money donated to provide for any medal or permanent competitive award;
- (c) All fines imposed upon members of the Fire and Police Departments for violations of rules and regulations of said departments;
- (d) All proceeds from the sale of unclaimed property.

All moneys paid into said fund during any fiscal year and not expended during said fiscal year for the payment of pensions or the expense of the Department of Pensions shall become a part of and be added to said reserve in said fund.

Sec. 186½. Each member of the Fire and Police Department included within the pension provisions of this article shall contribute to said fire and police pension fund in the manner as hereinafter in this section provided.

The administrative head of each such department shall cause to be shown on each and every payroll of said department a deduction of six per cent (6%) of the amount of salary, as shown on each such payroll,

of each such member whose name appears thereon, and shall certify to the Controller on each such payroll the amount to be deducted from the compensation of each such member whose name appears thereon, and shall cause to be drawn a payroll check in favor of the Board of Pension Commissioners for the total amount of deduction shown on each payroll of such department, and said board shall deposit said payroll check to the credit of the fire and police pension fund. It shall be the duty of the administrative head of each department to cause to be furnished a copy of each and every such payroll hereinbefore mentioned to the said Board of Pension Commissioners.

Each member shall be deemed to consent and agree to each deduction made as provided for herein, and the payment of each payroll check to such member shall be a full and complete discharge and acquittance of all claims and demands whatsoever for the services rendered by such member during the period covered by such payroll, except such claims as such member may have to the benefits provided for in this article.

ORDINANCE No. 67,778

An Ordinance providing for the issuance of a certificate of service to members of the Fire Department and Police Department who have conformed with the pension provisions of the Charter of the City of Los Angeles.

The people of the City of Los Angeles do ordain as follows:

Section 1. Definition "Member." The term "member" of the Fire Department or Police Department as used herein shall refer to, mean and include all persons duly and regularly appointed in the Fire Department under civil service rules and regulations, whose duty it is to prevent or extinguish fires in the City of Los Angeles, under whatever designation they may be described in any salary or departmental ordinance providing compensation for said Fire Department: and, all members of the Police Department appointed under civil service rules and regulations and sworn in, as provided by law, to perform the duties of a regular police officer of the City of Los Angeles, under whatever designation they may be described in any salary or departmental ordinance providing compensation for the members of said Police Department.

The provisions herein in this ordinance contained shall apply to all members of the Fire Department or Police Department as in this section defined.

Section 2. As soon as possible, and in any event, within five (5) days after a member of the Fire Department or Police Department shall have served in such department the aggregate number of years entitling him to retirement as provided in Section 181 of the Charter of the City of Los Angeles, there shall be issued to each such member a certificate showing the total number of years served by such member in such department, which certificate shall be irrevocable and shall serve as evidence of such service; providing, however, that if such member shall continue in the service of such department thereafter, such certificate shall be continuing in effect, and each year, and/or portion or portions of a year, thereafter

served by such member in such department shall be added to such certificate and made part thereof the same and as fully as if said additional period or periods of service were actually entered thereon.

It shall be, and it is hereby made the duty of the Board of Pension Commissioners to sign and issue such certificate to such member affected by the provisions of this section.

Sec. 3. Upon the completion of the period of service mentioned in Section 181 of the Charter of the City of Los Angeles, entitling such member to retire under its provisions, such member shall be entitled to retire at any time thereafter from active service from such department in accordance with the provisions of said Section 181 hereinabove referred to, which right shall be a fully matured, absolute, vested property right, reserved for such member as a constituted and granted right to retire; and no event or occurrence of whatsoever kind or nature, whether prior, pending or subsequent, shall ever operate as a forfeiture or divestiture thereof; provided, however, that if such member shall continue in the service of said department, he shall nevertheless be entitled to all the benefits of the additional percentage as provided for by said Section 181 herein referred to, in computing the aggregate number of years of service in such department up to the time of his actual retirement.

Sec. 4. The City Clerk shall certify to the passage of this ordinance by a unanimous vote and cause the same to be published once in The Los Angeles Daily Journal.

I hereby certify that the foregoing ordinance was passed by the Council of the City of Los Angeles by the unanimous vote of all members of said Council present, there being not less than twelve members present, at its meeting of September 15, 1930.

ROBT. DOMINGUEZ,
City Clerk.

Approved this 20th day of September, 1930.

JOHN C. PORTER,
Mayor.