

# **ANNUAL REPORT**

## **BOARD of PENSION COMMISSIONERS**

**CITY OF LOS ANGELES  
CALIFORNIA**



**FOR THE FISCAL YEAR ENDED JUNE 30, 1950**

**With**

**CHARTER AND ORDINANCE PROVISIONS  
GOVERNING PENSION SYSTEM**

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Personnel of the  
BOARD OF PENSION COMMISSIONERS

Philip Stephens, M.D., President  
(Term Expires July 1, 1953)

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

Leo V. Butler  
(Term Expires July 1, 1954)

Geo. W. Jones, M.D.  
(Term Expires July 1, 1955)

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

November 15, 1950

Board of Pension Commissioners  
of the City of Los Angeles

## Honorable Members:

I submit herewith a detailed report upon operations of the Department of Pensions for the fiscal year ended June 30, 1950. Attention is called to the fact that operations for the fiscal year 1949-50 have been reviewed in detail by auditors employed jointly but under separate contracts by the City Council and your Honorable Board and that the statement reflecting changes in surplus and reserves have been prepared by the auditors and their statements thereof are submitted herewith and made a part of this report. Your attention is called to the fact that Section 64 of the Charter requires the Board to submit annually a report upon the affairs of the Department to the Mayor and the City Council. It is believed that the report submitted herewith presents a comprehensive review of operations for the year and an accurate statement of financial position as of the close of the fiscal year and that these facts together with the explanatory data submitted therewith should provide a substantial basis for the annual report of your Honorable Board.

On July 1, 1949 eighteen pension applications were pending. During the course of the fiscal year 207 additional petitions were received. Of the total of 225 petitions 204 were granted, 2 denied, 4 withdrawn and 15 pending as of June 30, 1950. The details of pensions granted and terminated during the course of the fiscal period are as follows:

	20 Yr. Serv.	20-25 Years Serv.	Serv. Disa.	Non- Serv. Disa.	Serv. Widows	Non Serv. Widows	Serv. Depts.	Non Serv. Depts.	Total
Balance 7-1-49 .....	2160	45	199	20	539	5	30	0	2998
Granted .....	58	42	27	9	59	5	3	1	204
Deaths .....	57	1	12	1	9	.....	1	.....	81
Withdrawn .....	2*	2*	.....	.....	.....	.....	.....	.....	4*
Decreased .....	.....	.....	1*	.....	19*	.....	.....	.....	20*
Increased .....	.....	.....	1*	.....	.....	.....	.....	.....	1*
Restored to duty .....	.....	.....	.....	1	.....	.....	.....	.....	1
Remarriage .....	.....	.....	.....	.....	1	1	.....	.....	2
Discontinued .....	.....	.....	.....	.....	.....	.....	3	.....	3
Denied .....	.....	.....	.....	.....	1*	.....	1*	.....	2*
	2161	86	214	27	588	9	29	1	3115

\*These figures are statistical and are not included in totals which indicate the total number on the pension roll as of June 30, 1950.

**Age of Pensioners**

The following is an analysis of the ages of all pensioners at the close of June 30, 1950:

Ages	Service	Disability	Widows	Dependents	Minors	Total
0-20 .....	.....	.....	.....	.....	22	22
20-25 .....	.....	.....	1	.....	.....	1
25-30 .....	.....	3	4	.....	.....	7
30-35 .....	.....	6	5	.....	.....	11
35-40 .....	.....	6	14	.....	.....	20
40-45 .....	2	16	36	.....	.....	54
45-50 .....	190	23	72	.....	.....	285
50-55 .....	746	75	116	.....	.....	937
55-60 .....	597	57	110	.....	.....	764
60-65 .....	410	26	87	.....	.....	523
65-70 .....	204	15	68	3	.....	290
70-75 .....	72	10	46	.....	.....	128
75-80 .....	18	2	22	2	.....	44
80-85 .....	6	2	13	1	.....	22
85-90 .....	2	.....	2	2	.....	6
90-05 .....	.....	.....	1	.....	.....	1
	2,247	241	597	8	22	3,115
Average .....	58	55	57	77	12	

**Service Pensions**

The total number of members retiring upon service pensions is represented by departments for the last ten fiscal years in the following statement:

	<b>Fire</b>	<b>Police</b>	<b>Total</b>
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 .....	38	59	97
June 30, 1949 .....	25	40	65
June 30, 1950 .....	35	65	100

In accordance with the Charter amendment of June 16, 1947, 88 members have retired upon service pension who entered the service of the City subsequent to January 16, 1927. These retirements are included in the totals shown above and are analyzed by departments and years as follows:

	<b>Fire</b>	<b>Police</b>	<b>Total</b>
June 30, 1948 .....	5	16	21
June 30, 1949 .....	9	16	25
June 30, 1950 .....	12	30	42

**Disability Pensions**

There are 214 service connected disability pensions and 27 non-service connected disability pensions classified by rates in the following schedule as of June 30, 1950:

<b>Rate</b>	<b>Fire</b>	<b>Police</b>	<b>Total</b>
35% .....	0	1	1
40% .....	9	21	30
50% .....	25	33	58
52½% .....	1	1	2
55% .....	4	1	5
60% .....	18	22	40
61⅔% .....	1	1	2
65% .....	16	33	49
66⅔% .....	1	1	2
70% .....	1	4	5
75% .....	9	21	30
80% .....	1	3	4
85% .....	4	5	9
90% .....	2	6	8
<b>TOTAL</b> .....	<b>90</b>	<b>151</b>	<b>241</b>

The following is a classification of disability pensions by age:

<b>Age</b>	<b>Fire</b>	<b>Police</b>	<b>Total</b>
25-30 .....	2	1	3
30-35 .....	1	5	6
35-40 .....	2	4	6
40-45 .....	6	10	16
45-50 .....	12	11	23
50-55 .....	24	51	75
55-60 .....	16	41	57
60-65 .....	12	14	26
65-70 .....	8	7	15
70-75 .....	5	5	10
75-80 .....	1	1	2
80-85 .....	1	1	2
<b>TOTAL</b> .....	<b>90</b>	<b>151</b>	<b>241</b>
Average .....			55

**Eligibility**

Eligibility has been computed in prior years upon the basis of the exact date upon which members have completed the required number of years of active service and during the period of the war the general rule was adopted of not giving consideration to the eligibility of members on military leave. We are now completing a study of the correlation of eligibility dates with the issuance of service certificates and have produced a statement of eligibility based upon the premise that an individual becomes eligible during the fiscal year in which the Board has authorized his certificate of service. Obviously there are nominal differences in the figures for each fiscal year but on the over-all basis the figures are actually the same.

There were as of June 30, 1950, 759 members eligible to retire. Of these members 385 were twenty year men and 374 were twenty-five year men as set forth in the following schedules:

	Fire	Police	Total
June 30, 1941 .....	165	128	293
June 30, 1942 .....	116	88	204
June 30, 1943 .....	76	85	161
June 30, 1944 .....	218	138	356
June 30, 1945 .....	312	340	652
June 30, 1946 .....	310	312	622
June 30, 1947 .....	290	270	560
June 30, 1948 .....	256	234	490
June 30, 1949 .....	240	215	455
June 30, 1950 .....	392	367	759

The above figures indicate the total number of members of the Fire and Police Departments eligible to retire at the end of each fiscal year as shown. Included in these figures are the twenty-five year members eligible to retire under the June 16, 1947 Charter amendment. The number and years of service of such members are as follows:

Years of Service	Fire	Police	Total
20 .....	64	50	114
21 .....	94	57	151
22 .....	15	64	79
23 .....	10	20	30
<b>TOTAL</b> .....	<b>183</b>	<b>191</b>	<b>374</b>

During the fiscal year 1950-51, 19 firemen and 36 policemen will become eligible to retire.

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

Years of Service	Fire	Police	Total
21 .....	2	2	2
22 .....	1	1	1
23 .....	11	5	16
24 .....	31	30	61
25 .....	59	76	136
26 .....	70	28	98
27 .....	9	20	29
28 .....	5	8	13
29 .....	3	1	4
30 .....	2	1	3
31 .....	2	1	3
32 .....	3	1	4
33 .....	2	1	3
34 .....	3	1	4
35 .....	3	---	3
36 .....	3	---	3
37 .....	1	---	1
38 .....	1	---	1
39 .....	---	---	---
40 .....	1	---	1
<b>TOTAL</b> .....	<b>209</b>	<b>176</b>	<b>385</b>

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.

The following schedule indicates the changes in eligibility since June 30, 1949:

	Fire	Police	Total
Eligible June 30, 1949 .....	240	215	455
Became eligible during 49-50* .....	217	262	479
Returned from disability .....	1	---	1
<b>TOTAL</b> .....	<b>458</b>	<b>477</b>	<b>935</b>
Deduct from prior years:			
Service Retirements .....	14	32	46
Disability Retirements .....	4	1	5
Deaths in active service .....	---	3	3
<b>TOTAL</b> .....	<b>440</b>	<b>441</b>	<b>881</b>
Deduct 1949-50:			
Service Retirements .....	35	65	100
Disability Retirements .....	8	4	12
Deaths in active service .....	5	5	10
<b>Total eligible as of 6-30-50</b> .....	<b>392</b>	<b>367</b>	<b>759</b>

\*This figure includes twenty-five year members becoming eligible for the period from July 1, 1947 to June 30, 1950, due to the fact that service certificates for such members were issued during the fiscal year 1949-50.

#### Military Leaves

A total of 946 members entered the military service from the Fire and Police Departments during the ten 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 .....	---	1	1
1946-47 .....	2	4	6
1947-48 .....	---	1	1
1948-49 .....	3	4	7
1949-50 .....	---	3	3
<b>TOTAL</b> .....	<b>344</b>	<b>602</b>	<b>946</b>

Eight hundred fifty-four members have returned from military leave and analysis of the remaining 92 appears as follows:

	Fire	Police	Total
Retired while on Military Leave .....	8	24	32
Resigned while on Military Leave .....	5	16	21
Discharged while on Military Leave .....	---	2	2
Died while on Military Leave .....	9	11	20
Disqualified as to restoration .....	---	3	3
Remaining on Military Leave .....	5	9	14

Of the 14 members remaining on military leave none are eligible to retire. The City Attorney on April 21, 1950, ruled that Section 189 of the City Charter had been made inoperative by the new Section 17 of said Charter during the period of legal existence of World War II and that

members could not be granted credit toward the period of time required for the service pension for military service subsequent to noon of December 31, 1947, but that members who were on military leave as of such date or who have entered the armed forces subsequent to such date will continue to be upon military leave.

#### Members on Active Duty

As of June 30, 1950, there were 2,476 firemen and 4,457 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
<b>25 Year Members</b>			
Men with less than 5 years .....	1,154	2,957	4,111
With 5 years or more .....	923	1,122	2,045
With 20 years service .....	183	191	374
On Military Leave (eligibility dates not counted) .....	5	9	14
<b>20 Year Members</b>			
Men eligible to retire .....	209	176	385
Not yet eligible .....	1	1	2
Eligible but certificates not issued .....	1	1	2
<b>TOTAL</b> .....	<u>2,476</u>	<u>4,457</u>	<u>6,933</u>

## ASSETS

**Cash** . . . . . \$ 1,897,591

Included in this amount is a Petty Cash Fund of \$75 and a Deed Revolving Fund of \$250. In July, \$1,200,000 was invested in U. S. Certificates of Indebtedness.

**Bond Investments** . . . . . \$17,590,000

Schedule 6 presents a distribution of the bond portfolio at the close of the fiscal year. Holdings in government bonds were decreased \$1,925,000 and corporate bond holdings were increased \$1,399,000 for a net decrease of \$526,000 during the fiscal year. An appraisal of the bond portfolio shows a market value of \$140,238 over the book value of these securities.

**Street Improvement Bonds** . . . . . \$ 55,952

This account represents unmatured principal coupons on bonds on which payments have been made for the past 20 years. Of this amount, \$92 represents delinquent principal. The summary details of this account are presented in schedule 7.

**Certificates of Sale** . . . . . \$ 6,929

We had 53 certificates of sale at the beginning of the year. Seven were sold, 5 of which had been charged off in 1947, leaving a balance of 51 certificates on hand at the end of the fiscal year.

**Treasurer's Deeds** . . . . . \$ 17,044

At the beginning of the year there were 54 treasurer's deeds. During the year one was sold and 13 were transferred to real property. At the end of the fiscal year there remained 40 treasurer's deeds.

**Trust Deeds Receivable** . . . . . \$ 77,142

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 57 deeds at the beginning of the year. During the year one new deed was received from the sale of property and 11 deeds were paid in full. At the end of the fiscal year there were 47 deeds remaining.

**Real Property** . . . . . \$ 36,602

At the beginning of the year there were 50 parcels of property to which we had title. During the year 13 were transferred from treasurer's deeds and 17 were sold leaving a balance on hand of 46 parcels of property.

**Bond Premiums and Discounts** . . . . . \$ 176,347

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** . . . . . \$ 112,585

This account consists of \$108,675 on bonds both government and corporate and \$3,910 on street improvement bonds. This interest is due but not received as of June 30, 1950.

**Undelivered Street Improvement Bonds** . . . . . \$ 71

This account represents the purchase of an overlapping street bond that has not yet been delivered.

**Total Assets** . . . . . \$19,970,263

### LIABILITIES

**Accounts Payable** . . . . . \$ 76

This account consists of one item of office expense.

**Prepaid Payments** . . . . . \$ 1,311

Installment payments of principal and interest on street improvement bonds received during prior years are held in this account.

**Partial Payments** . . . . . \$ 56

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

**Deposits on Real Property** . . . . . \$ 450

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** . . . . . \$17,562,393

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 \$503,159 during the fiscal year due to the excess of revenues over expenditures of \$503,063 and miscellaneous adjustments of \$96.

**Reserve for Investment Losses** . . . . . \$ 2,405,977

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 of the fund and in turn reduces the requirements from taxes. This account shows an increase of \$84,934 as a result of profits from the sale of property and general obligation bonds.

**Total Liabilities** . . . . . \$19,970,263

## LITIGATION

### **Stevens v. City of Los Angeles**

Plaintiff, Gladys E. Stevens, brought a proceeding for declaratory relief praying the court to make and enter a decree ordering, adjudging and decreeing that she is the widow of Fred F. Stevens and, as such, is entitled to a widow's pension under the provisions of Section 183 of the City Charter.

The City's answer was prepared, served and filed on June 22, 1949 and it was therein alleged that the purported marriage to Fred F. Stevens was illegal and void for the reason that the marriage between plaintiff and her former husband, Lester J. Cordes, had not been dissolved by a valid decree of divorce or annulment and that, as of February 28, 1931, the date of her purported marriage to Fred F. Stevens, plaintiff was not competent to contract a valid marriage.

The case was tried on September 27, 1949, at which time the court took it under submission upon trial briefs to be filed. Plaintiff served and filed her opening brief and in answer thereto we prepared, served and filed our reply brief. Thereafter plaintiff served and filed her closing brief and on November 15, 1949 the court rendered judgment in favor of the City. We prepared, served and filed findings of fact and conclusions of law and the judgment. The judgment, after being signed by the court, was entered on December 7, 1949 in Book 2104, page 284 of Judgments. Plaintiff's time to file notice of appeal expired on February 5, 1950.

### **Sauter v. City of Los Angeles**

Plaintiffs, Louis H. Sauter and Alice F. Sauter, brought a proceeding for a declaratory relief praying the court to make and enter a decree ordering, adjudging and decreeing that their marriage of March 30, 1932 was legal and valid in all respects. The City took the depositions of both plaintiffs and contacted various persons by wire and otherwise in an attempt to get in touch with or find the whereabouts of Dale Royce, the former husband of Mrs. Sauter. The case was set for trial on September 2, 1949 but upon said date was marked off calendar. It was reset for trial on February 10, 1950, at which time the matter was tried and judgment was rendered in favor of the plaintiffs ordering, adjudging and decreeing that their marriage of March 30, 1932 was legal and valid in all respects and that the plaintiffs now are husband and wife. Judgment to that effect was entered on March 15, 1950 in Book 2135, page 313 of Judgments.

On March 22, 1950, the City Attorney submitted a report to the Board advising it that judgment had been so rendered and entered and expressed his opinion to the effect that since there was no conflict in the evidence adduced upon the trial of the proceedings an appeal from the judgment should not be taken and that the Board should accept the decree of the court as being final and conclusive.

### **Kelley v. City of Los Angeles**

Plaintiffs, William F. Kelley and Norma Elaine Kelley, brought a proceeding for declaratory relief praying the court to make and enter a decree ordering, adjudging and decreeing that their marriage of April 5, 1934 is valid and legal in all respects. The case was tried on November 18, 1949, at which time judgment was rendered to the effect that petitioners were upon said April 5, 1934 legally and validly married and that they are now husband and wife. Judgment to that effect was entered on December 9, 1949 in Book 2106, page 240 of Judgments.

On January 12, 1950, the City Attorney submitted a report to the Board advising it that judgment had been so rendered and entered and expressed his opinion to the effect that since there was no conflict in the evidence adduced upon the trial of the proceedings an appeal from the judgment should not be taken and that the Board should accept the decree as being final and conclusive.

#### **McLaren v. City of Los Angeles**

Plaintiffs, Robert L. McLaren and Ethelind R. McLaren, also known as Ethelyn McLaren, brought a proceeding for declaratory relief praying the court to make and enter a decree ordering, adjudging and decreeing that their marriage of July 8, 1838 was legal and valid in all respects. The case was set for trial on September 8, 1949, at which time it was marked off calendar at the request of plaintiffs. The case was reset for trial and upon April 27, 1950, the same was tried and the court rendered judgment ordering, adjudging and decreeing that plaintiffs were on said July 8, 1938 legally and validly married and now are husband and wife. Judgment to that effect was entered on May 17, 1950 in Book 2158, page 1 of Judgments.

On June 8, 1950, the City Attorney submitted a report to the Board advising it that judgment had been so rendered and entered and expressed his opinion to the effect that since there was no conflict in the evidence adduced upon the trial of the proceedings an appeal from the judgment should not be taken and that the Board should accept the decree as being final and conclusive.

#### **Spencer v. City of Los Angeles**

Plaintiff, Sallie M. Spencer, brought a proceeding for declaratory relief praying the court to make and enter a decree ordering, adjudging and decreeing that she is the widow of Homer A. Spencer, a deceased retired police officer, and that as such widow she is entitled to a widow's pension under and pursuant to the provisions of Section 183 of the Charter.

The City's answer was prepared, served and filed on October 28, 1949 and it was therein alleged that the marriage of plaintiff and said Homer A. Spencer was dissolved by a decree of divorce entered in the County of Nye, State of Nevada on January 4, 1945. The trial of the case was set for March 24, 1950 and after several continuances was tried on June 7, 1950, at which time the court took the matter under submission upon briefs to be filed. Plaintiff, in lieu of an opening brief, served and filed points and authorities on June 27, 1950. As of the date of the close of the fiscal year the City had not yet filed its trial brief.

#### **Real Property**

The titles to thirteen parcels were cleared and made marketable and insurable. Eleven reconveyances were prepared and executed after the notes, which were secured by deeds of trust, were fully paid. Eleven escrows covering fifteen parcels were opened; nine escrows covering fourteen parcels were closed. Three parcels were sold outside of escrow; two to the State. Six assignments of certificates of sale were prepared, executed and delivered to the assignees therein named. One treasurer's deed was sold outside of escrow. One tax deed covering two parcels was received and recorded.

Conferences were had with executives and legal representatives of the Title Insurance and Trust Company which resulted in an agreement to the

effect that said Company would search and make guarantee reports to us upon all properties upon which we owned tax deeds and would, upon a majority of the same, issue policies of title insurance insuring our title thereto free and clear of any liens or encumbrances which would make the same unmarketable. We agreed to pay said Company a maximum fee which is substantially below that which would ordinarily be paid for such a large volume of work and service.

### **Opinions and Research**

Extensive research was done and a formal written opinion submitted to the City Council as to the powers of the City Council, the Chief of Police, the Board of Police Commissioners and the Board of Pension Commissioners in connection with the possible retirement of police officers who were under the scrutiny of the Grand Jury.

A formal written opinion was submitted to the City Controller to the effect that W. A. Worton, as Chief of Police, was not a member of the Fire and Police Pension System but a member of the City Employees' Retirement System.

A formal written opinion was submitted to the Board of Pension Commissioners to the effect that firemen and policemen are entitled to credit toward service retirement for the time spent by them in the armed forces only up to noon of December 31, 1947, one year after the cessation of hostilities as proclaimed by the President.

An informal opinion was submitted to John W. Donner, Manager-Secretary of the Department, to the effect that a member who returned from military leave but who, after physical examination, was denied restoration to his former position and then applied for disability pension prior to the expiration of his military leave was entitled, if the Board made the necessary and required findings, to either a service connected or non-service connected disability pension.

Research was done upon the question of whether a police officer retired on a service pension is entitled to the continuance of the payment of his pension after he has been convicted of the commission of a felony. A formal written opinion upon the question will be submitted to the Board.

### **Guardianships**

Twenty-five accounts were received and examined. Five incompetency guardianships were added and one was discontinued on account of the death of the ward. Six minor guardianships were added and four proceedings were discontinued on account of the wards reaching majority. Five requests for special notice were prepared, served and filed. In one case where a minor was living outside of the State of California with her mother, we cooperated by preparing a supplemental petition for Letters of Guardianship of said minor on behalf of a resident of the State of California, who thereafter was appointed by the court. There are as of this date a total of thirty-five proceedings, twelve covering twelve incompetents and twenty-three covering twenty-six minors.

### **Marital Records**

Throughout the year we continued our policy of endeavoring to determine the legal marital status of pensioners, all of which entailed voluminous correspondence, not only with the pensioners but with others who had documentary evidence or information concerning pensioners' present and previous marriages and divorces; numerous conferences were had and much

time was consumed in examining the many documents received. While most of the pensioners have now been contacted, quite a number of files are still incomplete and many are so involved that considerable work still remains to be done in order for us to determine their real marital status.

## OPERATIONS

The detailed items constituting the portfolio are presented in Schedule 6. As of June 30, 1950, the portfolio was appraised at \$17,906,585 by Lionel D. Edie and Company which is \$316,585 in excess of the par value and \$140,238 in excess of the book value of the portfolio.

### Taxes

Taxes in the amount of \$246 were paid on eight parcels of property to which we had title. One new tax deed was acquired during the year.

### Lighting Assessments

Current lighting assessments on properties in which we had a real or statutory title were paid on eleven parcels of property in the amount of \$125, while refunds resulting from the sale of property were received on eight parcels amounting to \$40 for a net expenditure of \$85.

### Street Improvement Bonds

During the year we sold seven street bonds for a total consideration of \$793. The total cost of these bonds was \$55. In addition, ten overlapping bonds were purchased for the sum of \$964.

### 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 fifty properties unsold at the beginning of the year. During the year thirteen properties were placed into a merchantable position by guarantee of tax title. Seventeen properties were sold and escrows closed during the year leaving a balance of forty-six properties unsold at the end of the year. Completed sales of the seventeen properties involved a total consideration of \$55,313 and a net profit of \$25,642. One treasurer's deed was sold at cost and a profit of \$55 was realized on the sale of seven certificates of sale. Eleven 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 are closed into the reserve for investment losses.

**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,

A handwritten signature in cursive script, appearing to read "John W. Donner".

Manager-Secretary

## PEAT, MARWICK, MITCHELL &amp; CO.

CERTIFIED PUBLIC ACCOUNTANTS

215 WEST 7TH STREET  
LOS ANGELES 14, CALIF.

NEW YORK	MEMPHIS
ATLANTA	MILWAUKEE
BALTIMORE	MINNEAPOLIS
BOSTON	NEW ORLEANS
CHARLOTTE	NEWARK
CHICAGO	PHILADELPHIA
CINCINNATI	PITTSBURGH
CLEVELAND	PORTLAND
DALLAS	ST LOUIS
DENVER	SALT LAKE CITY
DETROIT	SAN FRANCISCO
GREENSBORO	SEATTLE
HOUSTON	TULSA
INDIANAPOLIS	WASHINGTON
KANSAS CITY	WORCESTER
LOS ANGELES	

AFRICA  
AUSTRALIA  
CANADA  
CHINA  
CONTINENTAL EUROPE  
CUBA  
GREAT BRITAIN  
INDIA  
JAPAN  
MALAYA  
MEXICO  
SOUTH AMERICA

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, 1950 and June 30, 1949, 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, 1950 and June 30, 1949 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 &amp; CO.

Los Angeles, California  
November 15, 1950

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

**BALANCE SHEETS  
As of June 30, 1950 and 1949**

**EXHIBIT I**

**ASSETS**

	June 30, 1950	June 30, 1949
Cash:		
Deposits with Treasurer of the City of Los Angeles .....	\$ 1,897,266	\$ 742,664
Cash revolving funds .....	325	325
Cash in suspense .....	71	71
	\$ 1,897,662	\$ 743,060
Investments:		
Bond investments, general— at par (value based on market quotations \$17,906,585 and \$18,357,000 respectively) .....	17,590,000	18,116,000
Street improvement bonds— at par .....	55,952	79,843
Certificates of sale—at cost .....	6,929	6,897
Treasurer's deeds—at cost .....	17,044	37,274
Trust deeds receivable—at cost....	77,142	137,008
Real property at cost .....	36,602	43,524
	\$17,783,669	\$18,420,546
Bond premiums, less discounts of \$22,004 and \$36,548 respectively .....	176,347	137,162
Accrued interest .....	112,585	101,426
	\$19,970,263	\$19,402,194



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

**BALANCE SHEETS  
As of June 30, 1950 and 1949**

**EXHIBIT I**

**LIABILITIES**

	June 30, 1950	June 30, 1949
Accounts payable .....	\$ 76	\$ 133
Revenues received in advance .....		19,974
 Deferred Credits:		
Prepaid payments—street bonds..\$	1,311	\$ 1,207
Partial payments—street bonds...	56	103
Deposits on real property		
sales and leases .....	450	500
	1,817	1,810
 Fund Capital:		
Accumulated surplus .....	17,562,393	17,059,234
Reserve for investment losses .....	2,405,977	2,321,043
	\$19,970,263	\$19,402,194

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

**STATEMENT OF OPERATIONS  
For the Fiscal Years ended June 30, 1950 and 1949**

**EXHIBIT II**

	June 30, 1950	June 30, 1949
<b>Revenues</b>		
Taxes .....	\$ 3,075,827	\$ 3,019,755
Interest .....	484,722	450,013
Rental of Property .....	468	1,408
Members' Contributions .....	1,669,958	1,519,397
Sales—Unclaimed Property .....	26,634	15,743
Bonus .....	502	194
Donations .....	565	
Miscellaneous .....	411	2,031
Total .....	\$ 5,259,087	\$ 5,008,541
Deduct tax revenues applicable to prior year's expenditures .....		287,128
Revenues available to current year's expenditures .....	\$ 5,259,087	\$ 4,721,413
<b>Expenditures</b>		
Pensions Paid		
Service .....	\$ 3,379,192	\$ 3,282,563
Disability .....	381,753	374,419
Widows .....	832,693	754,276
Minors .....	35,851	30,545
Dependents .....	11,018	11,859
Non Service		
Disability .....	38,954	19,004
Widows .....	15,011	7,162
Minors .....	1,136	
Administrative Expenses .....	\$ 4,695,608 60,416	\$ 4,479,828 56,804
Excess of Revenues over Expenditures .....	\$ 503,063	\$ 184,781

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

**STATEMENT OF FUND CAPITAL**  
For the Fiscal Years ended June 30, 1950 and 1949

**EXHIBIT III**

	Fiscal Year Ended June 30, 1950			Fiscal Year Ended June 30, 1949		
	Accumulated Surplus	Reserve for Investment Losses	Total	Accumulated Surplus	Reserve for Investment Losses	Total
Balance as of beginning of period.....	\$17,059,234	\$2,321,043	\$19,380,277	\$16,874,453	\$2,278,466	\$19,152,919
Add:						
Net gain on disposition of investments.....	.....	84,934	84,934	.....	42,577	42,577
Adjustment of amortization of bond premium applicable to prior years.....	96	.....	96	.....	.....	.....
Excess of Revenues over expenditures.....	503,063	.....	503,063	184,781	.....	184,781
Balance as of close of period.....	<u>\$17,562,393</u>	<u>\$2,405,977</u>	<u>\$19,968,370</u>	<u>\$17,059,234</u>	<u>\$2,321,043</u>	<u>\$19,380,277</u>

Note:

The reserve for investment losses at June 30, 1950 is comprised of the net gains realized from investment transactions consummated after June 30, 1940, \$2,508,117, 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 1943-44 to 1949-50 Inclusive**  
**SCHEDULE 1**

Revenues	1949-50	1948-49	1947-48	1946-47	1945-46	1944-45	1943-44
Taxes.....	\$3,075,827	\$3,019,755	\$3,673,050	\$3,287,705	\$2,737,131	\$2,117,422	\$1,757,574
Interest.....	484,722	450,013	414,536	437,787	396,246	353,580	397,367
Rental of Property.....	468	1,408	3,342	9,194	10,620	20,862	20,424
Members' Contributions.....	1,669,958	1,519,397	1,231,765	629,090	456,587	440,819	424,817
Sales of Unclaimed Property.....	26,634	15,743	21,410	15,458	13,212	11,772	10,469
Bonus.....	502	194	677	1,521	1,497	2,744	1,313
Donations.....	565	.....	217	592	597	611	602
Miscellaneous.....	411	2,031	398	1,428	1,177	135	136
<b>TOTAL REVENUES</b> .....	<b>\$5,259,087</b>	<b>\$5,008,541</b>	<b>\$5,345,395</b>	<b>\$4,382,775</b>	<b>\$3,617,067</b>	<b>\$2,947,945</b>	<b>\$2,612,702</b>
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
<b>REVENUES AVAILABLE for current year's expenditures</b> .....	<b>\$5,259,087</b>	<b>\$4,721,413</b>	<b>\$4,079,429</b>	<b>\$2,926,973</b>	<b>\$2,426,641</b>	<b>\$2,245,951</b>	<b>\$2,339,478</b>
<b>Expenditures</b>							
Pensions Paid							
Service.....	\$3,379,192	\$3,282,563	\$3,199,042	\$3,111,581	\$2,880,806	\$2,478,489	\$2,116,279
Disability.....	381,753	374,419	360,169	349,134	341,454	341,310	339,513
Widows.....	832,693	754,276	695,807	610,917	550,595	506,950	464,573
Minors.....	35,851	30,545	29,995	53,748	55,314	52,614	57,113
Dependents.....	11,018	11,859	14,776	13,295	11,844	11,769	11,465
Non-Service							
Disability.....	38,954	19,004	4,945	.....	.....	.....	.....
Widows.....	15,011	7,162	2,955	.....	.....	.....	.....
Minors.....	1,136	.....	.....	.....	.....	.....	.....
<b>Total Pensions</b> .....	<b>\$4,695,608</b>	<b>\$4,479,828</b>	<b>\$4,307,689</b>	<b>\$4,138,675</b>	<b>\$3,840,013</b>	<b>\$3,391,132</b>	<b>\$2,988,943</b>
Administrative Expense .....	60,416	56,804	58,868	54,264	42,430	45,245	52,529
<b>TOTAL EXPENDITURES</b> .....	<b>\$4,756,024</b>	<b>\$4,536,632</b>	<b>\$4,366,557</b>	<b>\$4,192,939</b>	<b>\$3,882,443</b>	<b>\$3,436,377</b>	<b>\$3,041,472</b>
<b>Excess of Revenues Over Expenditures</b>	<b>\$ 503,063</b>	<b>\$ 184,781</b>	<b>\$ 287,128*</b>	<b>\$1,265,966*</b>	<b>\$1,455,802*</b>	<b>\$1,190,426*</b>	<b>\$ 701,994*</b>

\*Excess of expenditures over revenues.

**ADMINISTRATIVE EXPENSE COMPARED**  
**SCHEDULE 2**

<b>OPERATING EXPENSE</b>	<b>1949-50</b>	<b>1948-49</b>	<b>1947-48</b>	<b>1946-47</b>	<b>1945-46</b>	<b>1944-45</b>	<b>1943-44</b>
Salaries.....	\$ 46,691	\$ 44,533	\$ 44,277	\$ 39,706	\$ 30,778	\$ 32,718	\$ 34,685
Office.....	875	739	1,236	693	517	447	563
Printing.....	1,204	789	732	967	688	973	772
Postage.....	184	240	143	140	180	180	175
Surety and Insurance Premiums.....	1,774	403	1,869	2,092	906	870	1,061
Medical Examinations.....	3,737	3,238	3,109	1,732	2,216	2,445	2,533
Mileage.....	4	.....	17	400	.....	.....	194
Telephone.....	509	460	374	434	483	395	542
Auto Repairs and Supplies.....	336	180	154	399	278	218	215
Litigation.....	16	135	614	2,082	1,303	998	1,424
Property Maintenance.....	.....	3	223	422	978	2,920	5,380
Lot Cleaning.....	.....	8	36	.....	283	467	329
Investment Expense.....	3,000	3,000	2,500	2,500	2,500	2,500	4,000
Investigation and Travel.....	875	837	681	671	810	32	545
Miscellaneous.....	87	646	15	307	287	82	27
Auditing and Survey Costs.....	747	1,218	.....	.....	.....	.....	.....
Equipment, Furniture and Fixtures.....	377	375	2,888	1,719	223	.....	84
<b>TOTAL EXPENSE.....</b>	<b>\$ 60,416</b>	<b>\$ 56,804</b>	<b>\$ 58,868</b>	<b>\$ 54,264</b>	<b>\$ 42,430</b>	<b>\$ 45,245</b>	<b>\$ 52,529</b>

**STATEMENT OF CASH RECEIPTS AND SOURCES THEREOF**  
**Fiscal Years 1943-44 to 1949-50 Compared**

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**SCHEDULE 3**

	1949-50	1948-49	1947-48	1946-47	1945-46	1944-45	1943-44
Total Receipts and Revenue.....	\$8,128,116	\$8,451,077	\$8,537,031	\$6,976,213	\$9,380,227	\$13,038,343	\$7,577,769
<b>Deduct:</b>							
Revenue (Schedule 1).....	5,259,087	4,721,413	4,079,429	2,926,973	2,426,641	2,245,951	2,339,478
<b>Adjustments:</b>							
Accrued Interest.....	11,159*	39,905*	13,404*	8,563	27,513	51,976	42,520
Prepaid Interest.....	8,311	17,725	15,060	5,738	-----	-----	-----
Bond Premiums Amortized.....	7,703	9,109	6,800	5,360	4,741	6,538	12,084
Taxes Receivable.....	-----	287,128	1,265,966	1,455,802	1,190,426	701,994	273,225
Miscellaneous.....	19,334*	19,932	3,037	32,332*	1,141	2,512	223
<b>TOTAL REVENUE RECEIPTS</b> .....	<b>\$5,244,608</b>	<b>\$5,015,402</b>	<b>\$5,356,888</b>	<b>\$4,370,104</b>	<b>\$3,650,462</b>	<b>\$ 3,008,971</b>	<b>\$2,667,530</b>
<b>CAPITAL RECEIPTS</b> .....	<b>\$2,883,508</b>	<b>\$3,435,675</b>	<b>\$3,180,143</b>	<b>\$2,606,109</b>	<b>\$5,729,765</b>	<b>\$10,029,372</b>	<b>\$4,910,239</b>
<b>Analysis—Capital Operations</b>							
Bond Investments—(Par Value).....	\$2,686,000	\$3,252,000	\$2,800,000	\$2,290,000	\$4,854,000	\$ 9,036,000	\$3,687,000
Bond Investments—(Premiums).....	2,940*	47,727	1,190	5,525	71,808	154,224	237,349
Street Improvement Bonds (Par Value).....	23,719	16,451	34,244	53,925	79,928	130,560	89,731
Certificates of Sale.....	55	256	229	10,516	7,356	-----	8,000
Treasurer's Deeds.....	180	318	6,750	19,461	5,736	75	118
Real Property Sales.....	47,991	58,892	145,638	114,160	391,631	282,238	24,846
Trust Deeds, Installments.....	63,011	45,126	79,477	80,246	148,602	33,307	19,534
Miscellaneous Collections.....	3,396	137	88,484	11,985	8,235	8,495	10,421
Reserve for Investment Losses.....	59,246	11,863	1,349	815*	128,160	331,987	823,505
Deposits on Real Property Sales.....	2,850	2,905	22,782	21,106	34,309	52,486	9,735
<b>TOTALS</b> .....	<b>\$2,883,508</b>	<b>\$3,435,675</b>	<b>\$3,180,143</b>	<b>\$2,606,109</b>	<b>\$5,729,765</b>	<b>\$10,029,372</b>	<b>\$4,910,239</b>

\*Deductions

BOARD OF PENSION COMMISSIONERS

**STATEMENT OF CASH DISBURSEMENTS AND OBJECTIVES THEREOF**  
**Fiscal Years 1943-44 to 1949-50 Compared**

**SCHEDULE 4**

	1949-50	1948-49	1947-48	1946-47	1945-46	1944-45	1943-44
Total Disbursements .....	\$6,973,514	\$10,520,475	\$7,463,457	\$6,855,131	\$8,614,656	\$13,024,700	\$7,492,907
<b>Deduct:</b>							
Expenditures (Schedule 1) .....	4,756,024	4,536,632	4,366,557	4,192,939	3,882,443	3,436,377	3,041,472
<b>Adjustments:</b>							
Prepaid Interest.....	8,311	17,725	15,060	5,738	7,592	18,573	3,821
Expense Abatements.....	.....	.....	929	777	1,119	2,512	1,397
Refunds, Deposits on Sales.....	.....	250	150	3,008	850	300	.....
Encumbrances Adjustments.....	57	133*	1,682	1,365*	41	1,614	1,665*
Miscellaneous.....	513	1,909	2,454	284	3,600	77	12
<b>TOTAL OPERATING DEDUCTIONS.....</b>	<b>\$4,764,905</b>	<b>\$ 4,556,383</b>	<b>\$4,386,832</b>	<b>\$4,201,381</b>	<b>\$3,895,645</b>	<b>\$ 3,459,453</b>	<b>\$3,045,037</b>
<b>CAPITAL OPERATIONS.....</b>	<b>\$2,208,609</b>	<b>\$ 5,964,092</b>	<b>\$3,076,625</b>	<b>\$2,653,750</b>	<b>\$4,719,011</b>	<b>\$ 9,565,247</b>	<b>\$4,447,870</b>
<b>Analysis—Capital Operations:</b>							
Bond Investments—(Par Value).....	\$2,160,000	\$ 5,900,000	\$3,044,000	\$2,600,000	\$4,675,000	\$ 9,480,000	\$4,392,000
Bond Investments—(Premiums).....	43,417	61,530	17,091	19,008	18,528	16,183	35,880
Appraisals.....	45	85	320	1,035	960	1,524	980
Foreclosure Costs.....	.....	2	.....	3,177	540	.....	12
Quiet Title Costs.....	139	527	54	250	248	105	1,340
Escrow Charges—Real Property.....	43	50	280	27	1,567	1,594	.....
Other Bonds.....	893	640	4,307	1,537	4,622	2,993	17,380
Quitclaim Deeds.....	.....	545	959	9,390	2,910	110	230
Street Lighting Assessments.....	225	364	256	1,604	2,009	21,998	.....
Taxes.....	119	17	9,051	16,202	12,627	40,490	.....
Title Searches.....	.....	240	278	991	.....	.....	.....
Miscellaneous Capital Charges.....	3,728	92	29	529	.....	250	48
<b>Totals.....</b>	<b>\$2,208,609</b>	<b>\$ 5,964,092</b>	<b>\$3,076,625</b>	<b>\$2,653,750</b>	<b>\$4,719,011</b>	<b>\$ 9,565,247</b>	<b>\$4,447,870</b>

\*Deductions.

## BOND DISTRIBUTION

June 30, 1950

## SCHEDULE 5

	Rate	Maturity Date	Par Value
<b>UNITED STATES GOVERNMENT</b>			
U. S. Savings Bonds "G" .....	2½	1953/62	\$1,750,000
U. S. Treasury (Reg.) .....	2½	1967/62	500,000
U. S. Treasury .....	2¼	1959/62	2,450,000
U. S. Treasury .....	2½	1967/72	3,500,000
U. S. Treasury "A" .....	2½	1965	250,000
<b>TOTAL GOVERNMENTS</b> .....			<b>\$ 8,450,000</b>
<b>CORPORATES</b>			
American Tel. & Tel. (Convertible) .....	2¾	1961	\$ 200,000
American Tel. & Tel. ....	2¾	1975	300,000
American Tel. & Tel. ....	2¾	1980	200,000
Bethlehem Steel .....	2¾	1970	100,000
Bethlehem Steel .....	3	1979	100,000
Boston Edison .....	2¾	1970	200,000
California Oregon Power .....	3⅞	1974	100,000
Canadian National Railway .....	4½	1951	100,000
Central Illinois Light .....	2⅝	1979	100,000
Central Maine Power .....	3½	1970	142,000
Cleveland Electric Illuminating .....	3	1970	150,000
Commonwealth Edison .....	2¾	1999	200,000
Commonwealth Edison .....	3	1999	250,000
Consolidated Edison N. Y. ....	3	1979	150,000
Consolidated Gas Baltimore .....	2⅞	1981	150,000
Dallas Power & Light .....	2⅞	1979	200,000
Deere & Company .....	2¾	1965	25,000
Delaware Power & Light .....	2⅞	1979	150,000
Detroit Edison .....	2¾	1985	200,000
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
Illinois Power .....	2⅞	1979	100,000
International Bank .....	3	1972	50,000
Metropolitan Edison .....	2¾	1980	200,000
Michigan Bell Telephone .....	3⅞	1988	200,000
Mountain States Tel. & Tel. ....	2⅝	1986	100,000
New England Tel. & Tel. ....	3	1974	200,000
New Jersey Bell Tel. ....	3⅞	1988	250,000
New York Tel. ....	3	1981	100,000
No. Indiana Public Service .....	3⅞	1973	150,000
No. States Power (Minnesota) .....	2¾	1975	200,000
No. States Power (Wisconsin) .....	3	1979	199,000
Ohio Edison .....	2⅞	1980	200,000
Pacific Gas & Electric .....	3	1979	200,000
Pacific Gas & Electric .....	3	1983	30,000
Pacific Tel. & Tel. ....	3⅞	1983	150,000
Penn. Power & Light .....	3	1975	200,000
Phillips Petroleum .....	2⅝	1975	150,000
Potomac Electric Power .....	2⅞	1984	200,000
Potomac Electric Power .....	2¾	1985	100,000



**BOND DISTRIBUTION**

June 30, 1950

**SCHEDULE 5—(Continued)**

	Rate	Maturity Date	\$	Par Value
<b>CORPORATES—(Continued)</b>				
Public Service New Hampshire .....	3¼	1973	\$ 195,000	\$
Public Service Electric & Gas .....	3	1972	75,000	
Public Service Electric & Gas .....	2⅞	1979	197,000	
Public Service Electric & Gas .....	2¾	1980	100,000	
Public Service Indiana .....	3	1979	100,000	
Shell Union Oil .....	2½	1971	250,000	
Southern Bell Tel. ....	3	1979	150,000	
Southern California Edison .....	3⅛	1973	100,000	
Southwestern Bell Tel. ....	3⅛	1983	100,000	
Standard Oil N. J. ....	2¾	1974	130,000	
Swift & Company .....	2⅞	1973	48,000	
Union Oil Company California .....	2¾	1970	249,000	
Union Pacific Railway .....	2⅞	1976	200,000	
Virginia Electric & Power .....	3	1978	100,000	
Westinghouse Electric .....	2.65	1973	121,000	
Wisconsin Power & Light .....	3¼	1971	144,000	
Wisconsin Public Service .....	3¼	1971	135,000	
			<hr/>	
TOTAL CORPORATES .....				9,140,000
TOTAL PAR VALUE .....				<hr/> <hr/>
				<hr/> <hr/>
Appraised Value		\$17,906,585		
Book Value		17,766,347		

**STREET IMPROVEMENT BONDS**

June 30, 1950

**SCHEDULE 6**

	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	44,745	14,532	.....	658	.....	658
Fourth Street, Series 25.....	103,546	96,923	5,651	.....	972	.....	972
Broadway, Series 16.....	851,543	325,195	523,490	293	2,565	.....	2,565
Gower Street, Series 7.....	84,950	79,998	4,952	.....	.....	.....	.....
La Brea Avenue, Series 13.....	107,264	101,401	4,026	.....	1,837	.....	1,837
La Brea Avenue, Series 20.....	233,303	200,608	28,261	.....	4,434	.....	4,434
Manchester Avenue, Series 6.....	616,370	385,016	222,976	2,414	5,964	.....	5,964
Myra Avenue, Series 3.....	150,141	132,825	16,631	162	431	92	523
Olive Street, Series 9.....	315,190	285,209	28,563	.....	1,418	.....	1,418
Olive Street, Series 10.....	515,424	390,276	124,031	.....	1,117	.....	1,117
Sepulveda Boulevard, Series 2.....	57,024	32,401	24,577	.....	46	.....	46
Silver Lake Boulevard, Series 3.....	210,108	176,750	32,149	223	986	.....	986
Slauson Avenue, Series 10.....	146,961	113,626	28,870	.....	4,465	.....	4,465
Temple Street, Series 12.....	589,764	428,723	152,770	587	7,684	.....	7,684
Vermont Avenue, Series 24.....	108,504	108,427	77	.....	.....	.....	.....
Vermont Avenue, Series 25.....	314,233	307,045	6,187	.....	1,001	.....	1,001
Virgil Avenue, Series 11.....	519,563	357,594	153,945	78	7,946	.....	7,946
Washington Street, Series 15.....	471,674	347,533	113,872	49	10,220	.....	10,220
Western Avenue, Series 19.....	386,673	306,146	76,411	.....	4,116	.....	4,116
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	12,279	.....	.....	.....	.....	.....
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>\$4,751,034</u>	<u>\$1,709,825</u>	<u>\$ 4,413</u>	<u>\$ 55,860</u>	<u>\$ 92</u>	<u>\$ 55,952</u>

## 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 182¼ of this charter.

The provisions of this section are subject to the further conditions set forth in Section 181½ of this charter.

Sec. 181½. 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 from 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. 182 $\frac{1}{2}$ . If at any time any member of the Fire or of the Police department or the widow, child or children, or dependent parent or parents of any such member, or any other person hereafter entitled under the provisions of this article to pension benefits, shall be granted, because of the sickness, injury or death of such member, any compensation or award, under any general law providing for compensation or indemnity in case of the sickness, injury or death arising out of the performance of duty of such member, then and in that event any payments made pursuant to the provisions of this article to such member or to such widow, child or children, dependent parent or parents or other person, shall be construed to be and shall be payments of such compensation or award under such general law, and any payments made under the provisions of this article shall be first applied to payment of such compensation or award and any balance of such payments made pursuant to the provisions of this article shall be deemed to be pension payments; and it is hereby provided that the pension provided for in this article for such member or such widow, child or children, dependent parent or parents, or such other person in case of any such award under such general law, shall be reduced in

amount to the difference between the amount of pension provided for in this article, and the total amount of such compensation or award granted and paid under such general law until the total amount awarded under such general law shall have been fully paid.

After payment of the total amount of such compensation or award granted under such general law the payments herein provided for shall continue as pension benefits subject to the provisions of this article.

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 181½ 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. 183½. 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 182¼ 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 182¼ 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 Section 181, 182, 182¼ 183 and 183½ 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.

Sec. 188. The positions of general manager of the department and of secretary to the board may be consolidated, in the discretion of the board.

Sec. 189. In computing the time of service for retirement the amount of time served in the United States Army, Navy, Marine Corps, or any division thereof, in time of war, by any member of the Fire or Police Department, who shall have left such department to enter the United States Army, Navy, Marine Corps, or any division thereof, and who shall have returned to such department within a period of one year after having been honorably discharged from such service, shall be counted as a part of the aggregate service required for a retirement pension.

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#### ORDINANCE No. 95,021

An ordinance amending Ordinance No. 67,778 by amending Sections 1 and 2 thereof.

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

Section 1. Sections 1 and 2 of Ordinance No. 67,778 entitled "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," approved September 20, 1930, are amended to read as follows:

Section 1. Definition "Member." The term "member" of the Fire 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 to perform the duties of a regular fireman of the City of Los Angeles and all persons, other than regular firemen, who were so appointed in said Department under such rules and regulations and who became members of the Fire and Police Pension System of the City of Los Angeles prior to June 16, 1947, 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 the term "member" of the Police Department as used herein shall refer to, mean and include all persons duly and regularly appointed in the Police Department 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 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, regardless of whether such aggregate number of years of service shall have been completed prior or shall be completed subsequent to the effective date of this ordinance, 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; provided, 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 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.

Section 3. The City Clerk shall certify to the passage of this ordinance and cause the same to be published in some daily newspaper printed and published in the City of Los Angeles.

I hereby certify that the foregoing ordinance was passed by the Council of the City of Los Angeles, at its meeting of June 9, 1949.

WALTER C. PETERSON,  
City Clerk.

By A. M. Morris, Deputy.

Approved this 15th day of June, 1949.

FLETCHER BOWRON,  
Mayor.