

**Annual Report**  
**BOARD OF PENSION COMMISSIONERS**

**CITY OF LOS ANGELES**  
**CALIFORNIA**



**FOR THE FISCAL YEAR ENDED JUNE 30, 1958**

**with**

**CHARTER AND ORDINANCE PROVISIONS**  
**GOVERNING PENSION SYSTEM**

# CITY OF LOS ANGELES



**NORRIS POULSON**  
Mayor

## LOS ANGELES CITY COUNCIL

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Thirteenth District

JOHN C. HOLLAND\*  
Fourteenth District

JOHN S. GIBSON, JR.  
Fifteenth District

\*Member Police, Fire and Traffic Committee

**BOARD OF PENSION COMMISSIONERS  
1957-58 ANNUAL REPORT**



HARRIETT DAVENPORT  
President



AL TERENCE  
Vice-President

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

Gentlemen:

Presented herewith is the annual report of the Board of Pension Commissioners for the fiscal year ended June 30, 1958, in accordance with the provisions of Section 64 of the City Charter. This report consists of the annual report of the Manager-Secretary and the report of Peat, Marwick, Mitchell and Company, auditors.

Financial statements and operating statistics are included in this report in sufficient detail to provide a comprehensive review of the operations of the Fire and Police Pension System.

An event of great fiscal importance took place on June 6, 1958, in the form of a decision of the California Supreme Court which granted fluctuating pensions to a large proportion of those on the pension rolls. At the end of the fiscal year appeals were pending on this decision but estimates of immediate cost were placed at \$10,000,000 or more.

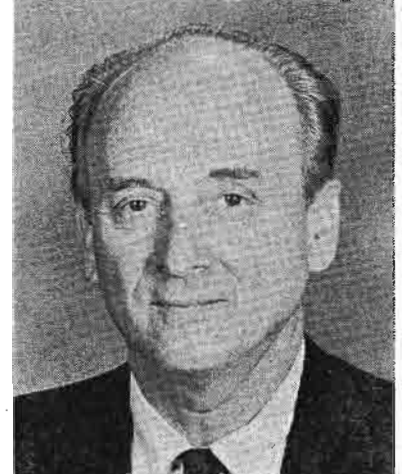
Respectfully submitted,  
BOARD OF PENSION COMMISSIONERS  
Harriett Davenport,  
President



RICHARD O. BULLIS, M.D.



LEO V. BUTLER



J. HERMAN, JR.

## A SHORT HISTORY OF THE FIRE AND POLICE PENSION SYSTEM

**1899-1901.** A pension system for policemen was authorized by the California State Legislature and became effective in the City of Los Angeles on June 7, 1899. A pension system for firemen, similarly authorized, became effective on June 10, 1901. Basic retirement provisions were one half of salary of rank held after 20 years of service and attainment of age 60, and a service-connected disability pension of one-half of the salary of the rank held at the date of retirement. There were also dependent benefits.

**1913-1919.** The Los Angeles City Council, by ordinances effective September 16, 1913, adopted the substance of the systems authorized by statute, but reduced the minimum retirement age to 55 and eliminated contributions. In 1919 such ordinances were amended to provide for a pension of one-half of the salary attached to the rank after 20 years of service, without limitation as to age.

**1923-1925.** Effective January 29, 1923, the substance of these two ordinances was adopted into the Charter. There was included a provision for financing the system upon an actuarial basis. Also,  $1\frac{2}{3}\%$  for each year of service, in addition to the minimum of 20 required, was authorized up to a maximum pension of  $\frac{2}{3}$  of the salary of the rank held. This was continued in the new City Charter which became effective July 1, 1925. Added was a provision that service and disability pensions would remain fixed amounts.

**1927.** Effective January 17, 1927, the Charter was amended to provide that all members entering the service after that date would receive 50% of the average salary during the last three years for 25 years' service, plus  $1\frac{2}{3}\%$  for each of the next 10 years of service. This amendment imposed a limit upon service pensions at a pension of \$1800 per year. Members' contributions to the cost of the system were set at 4% of salaries. Pensions for widows were made fixed amounts.

**1933.** Effective May 15, 1933, the Charter was amended to eliminate the actuarial requirements and place the system essentially upon a "pay-as-you-go" basis of operation.

**1947.** Effective June 16, 1947, the Charter was amended to create an off-duty disability pension of 40% of the highest salary attached to the rank or firemen or policemen. A non-service-connected dependent's pension was established providing a pension of 40% of the highest salary attached to the rank of fireman or policeman at the date of death. Additional percentages were allowed the widow for minor children under 18 and unmarried. By this amendment, members entering subsequent to January 17, 1927, could retire after 20 years' service upon 40% of the average salary for the last three years of service. In addition, they would receive 2% of such average for each of the next five years of service, and  $1\frac{2}{3}\%$  for each of the next ten years of service. The maximum pension of  $\frac{2}{3}$  of average salary was retained, but the 1927 limitation was raised to accord with the salary level of a police captain or fire battalion chief. Contributions were increased from 4% to 6% of salaries.

**1957.** Effective April 18, 1957, an amendment removed the maximum limit attached to rank on service pensions.

**1958.** The California Supreme Court ruled that the 1925 Charter provision for fixed pensions did not apply to members employed prior to July 1, 1925, nor to widows of members employed prior to January 17, 1927.

(Note: Over the entire period, not less than 74 changes have been made in the System. This summary sets forth only a few of such changes.)

December 19, 1958

Board of Pension Commissioners  
Room 1108, City Hall  
Los Angeles 12, California

Gentlemen:

Pursuant to the provisions of Section 64 of the City Charter, there is presented herewith the annual report on the affairs and operations of the Department of Pensions for the fiscal year ended June 30, 1958. The statements of assets, liabilities, operations and fund capital as contained herein are taken from the report of Peat, Marwick, Mitchell & Company who were employed by the Board by contract to audit the financial position of the Department. In addition thereto, this report contains statements showing comparative financial operations of the fire and police pension fund, and statistical data which should serve to present a clear understanding of such operations.

#### CALIFORNIA SUPREME COURT DECISION

Of paramount interest in the past fiscal year, was the decision of the California Supreme Court on June 6, 1958, finding that members of the System prior to July 1, 1925, and widows of members of the System prior to January 17, 1927, were entitled to fluctuating pension benefits. As of June 30, 1958, the request for rehearing was still pending, and claims were being filed for benefits of the decision by many pensioners. Therefore, it was not possible to determine accurately the eventual impact on this System. However, estimates indicated the probability of more than a \$6,000,000 cost in retroactive claims and an increase in the annual pension roll of more than \$4,500,000.

#### MEMBERSHIP

As of June 30, 1958, there were 2,922 firemen and 4,547 policemen as members of the system 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 Members			
Men with less than 5 years .....	612	794	1,406
With less than 10 years .....	524	889	1,413
With less than 20 years .....	1,345	2,496	3,841
With 20 years service and over .....	359	289	648
On military leave (eligibility dates not counted)	13	37	50
20 Year Members			
Men eligible to retire .....	69	42	111
<b>TOTAL</b> .....	<b>2,922</b>	<b>4,547</b>	<b>7,469</b>

#### Analysis of Membership

The following schedule presents an analysis of the changes in membership of both the Fire and Police Departments during the last five fiscal years:

	1953-54	1954-55	1955-56	1956-57	1957-58
Membership—July 1st .....	6,895	6,955	7,077	7,070	7,259
On Leave or Suspension...	15	12	21	10	11
On Military Leave .....	131	86	71	53	52
Active Membership—June 30th	6,749	6,857	6,985	7,007	7,196
Additions:					
New Appointments .....	272	338	242	399	457
Restorations .....	1	4	1	4*	5*
Returned from leave					
or suspension .....	111	111	107	136	120
Restored from					
military leave .....	41	30	16	16	10
Discontinued on military lv.	9	3	16	1	1
	<u>7,183</u>	<u>7,343</u>	<u>7,367</u>	<u>7,563</u>	<u>7,789</u>

**Analysis of Membership—(Continued)**

Withdrawals:					
Service retirements .....	57	92**	69	50	51
Disability retirements .....	24	34	25	35	58
Resigned .....	81****	66**	110*****	90**	86
Discharged .....	33	23**	33	23	36
Deaths .....	18****	5	13	16	21***
Leaves or suspensions .....	108	120	96	137	131
Military leaves granted .....	5	18	14	16	9
Active Membership—					
June 30th .....	6,857	6,985	7,007	7,196	7,397
On Leave or Suspension .....	12	21	10	11	22
On Military Leave .....	86	71	53	52	50
Total Membership—June 30th	6,955	7,077	7,070	7,259	7,469

\*Includes 2 disabilities granted after resignation and/or discharge 56-57 and 3 in 57-58

\*\*Includes 1 on military leave

\*\*\*Includes 1 on military leave

\*\*\*\*Includes 4 deaths and 5 resignations on military leave

\*\*\*\*\*Includes 16 on military leave

**Appointed Fiscal Year 1957-1958**

During the course of the year 459 members were appointed and became members of the system. Three hundred thirty-eight or 74% of such members were married at the date of entrance. Four of such members were re-appointees and one was reinstated and all were above the age of 31. Two others were restored from disability pension and both were above the age of 31. Of the original appointees the median age was 28, the mode 22 and the average was 26.

**ELIGIBILITY**

There were as of June 30, 1958, 759 members eligible to retire. One hundred eleven of these members were 20-year men and 648 were 25-year men. The following schedule shows the number of men eligible to retire at the end of each fiscal year as indicated:

	Fire	Police	Total
1943-1944 .....	218	138	356
1944-1945 .....	312	340	652
1945-1946 .....	310	312	622
1946-1947 .....	290	270	560
1947-1948 .....	256	234	490
1948-1949 .....	240	215	455
1949-1950 .....	392	367	759
1950-1951 .....	353	341	694
1951-1952 .....	350	316	666
1952-1953 .....	390	300	690
1953-1954 .....	365	266	631
1954-1955 .....	347	218	565
1955-1956 .....	368	192	560
1956-1957 .....	428	304	732
1957-1958 .....	428	331	759

During the fiscal year 1958-1959, 29 twenty-five year members will become eligible if their service is continuous. Eleven of these members are firemen and eighteen are policemen.

**Years of Service—20-Year Men**

Years of Service	Fire	Police	Total
31 .....	2	---	2
32 .....	7	11	18
33 .....	19	20	39
34 .....	27	5	32
35 .....	4	4	8
36 .....	1	1	2
37 .....	2	---	2
38 .....	2	---	2
40 .....	1	---	1
41 .....	2	---	2
42 .....	---	1	1
43 .....	2	---	2
TOTAL .....	69	42	111

**Years of Service—25-Year Men**

Years of Service	Fire	Police	Total
20 .....	29	53	82
21 .....	78	116	194
22 .....	48	11	59
23 .....	25	2	27
24 .....	6	3	9
25 .....	50	20	70
26 .....	20	10	30
27 .....	8	9	17
28 .....	32	22	54
29 .....	47	13	60
30 .....	10	23	33
31 .....	6	7	13
TOTAL .....	359	289	648

**MILITARY LEAVES**

On June 30, 1957, there were 52 members on military leave. The following schedule indicates the operation of military leave authorization during the fiscal year 1957-1958:

On Leave June 30, 1957 .....	52
Granted during 1957-1958 .....	9
	61
Restored—Now Active .....	10
Died on Military Leave .....	1
	50
On Leave June 30, 1958 .....	50

All of the 50 men on military leave are twenty-five year men. Ten of these members have less than five years service and forty have more than five years service. It is noted that these members on military leave do not receive credit in the pension system for such service subsequent to June 25, 1955, but they are protected in seniority in the positions from which they were granted military leave.

**PENSION ROLL CHANGES**

On July 1, 1957, 14 applications were pending. During the course of the fiscal year 188 additional petitions were received. Of the total of 202 petitions 184 were granted and 2 denied, leaving 16 pending as of June 30, 1958. The details of the pensions granted and terminated during the course of the fiscal year 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 7-1-57 .....	1993	335	306	66	836	27	28	9	3600
Granted .....	16	35	45	13	64	9	1	1	184
Deaths .....	71	6	8	2	16	---	1	---	104
Remarriage .....	---	---	---	---	5	---	---	---	5
Majority .....	---	---	---	---	---	---	2	1	3
Restored to Duty .....	---	---	---	2	---	---	---	---	2
Denied .....	---	---	---	---	2*	---	---	---	2*
Increased .....	---	---	6*	---	---	---	---	---	6*
Decreased .....	---	---	8*	---	9*	1*	---	---	18*
	1938	364	343	75	879	36	26	9	3670

\*Statistical—these figures do not affect pension roll.

### PENSIONS CLASSIFIED BY AMOUNTS

The following schedule shows the classification of pensions paid by number of pensioners in \$10.00 brackets up to the monthly amount of \$250.00, and also the average pension being paid in each classification:

Amounts	Service	Disability	Widows	Minors	Dependents	Total
50- 59 .....	---	---	1	---	---	1
60- 69 .....	---	---	4	---	---	4
70- 79 .....	---	---	6	---	---	6
80- 89 .....	---	2	11	---	2	15
90- 99 .....	---	1	14	1	1	17
100-109 .....	631	16	307	4	1	959
110-119 .....	332	4	147	2	---	485
120-129 .....	285	25	138	3	---	451
130-139 .....	148	43	21	10	---	222
140-149 .....	113	6	26	2	---	147
150-159 .....	113	21	44	---	---	178
160-169 .....	69	15	26	3	---	113
170-179 .....	55	36	16	3	---	110
180-189 .....	48	20	12	3	---	83
190-199 .....	55	18	15	---	---	88
200-209 .....	80	33	22	---	---	135
210-219 .....	49	6	12	---	---	67
220-229 .....	40	18	11	---	---	69
230-239 .....	39	7	10	---	---	56
240-249 .....	28	8	10	---	---	46
250 or over .....	217	139	62	---	---	418
	2,302	418	915	31	4	3,670
Average Pension .....	153.31	224.23	137.81	137.52	94.29	157.35

### AGE OF PENSIONERS

The following is an analysis of the ages of all pensioners at the close of June 30, 1958:

Age	Service	Disability	Widows	Minors	Dependents	Total
0- 18 .....	---	---	---	31	---	31
25- 30 .....	---	1	2	---	---	3
30- 35 .....	---	28	14	---	---	42
35- 40 .....	---	60	15	---	---	75
40- 45 .....	11	50	22	---	---	83
45- 50 .....	30	40	41	---	---	111
50- 55 .....	103	49	111	---	---	263
55- 60 .....	615	74	175	---	---	864
60- 65 .....	715	61	165	---	---	941
65- 70 .....	495	30	168	---	---	693
70- 75 .....	220	14	96	---	1	331
75- 80 .....	88	6	73	---	2	169
80- 85 .....	20	3	23	---	---	46
85- 90 .....	4	1	7	---	---	12
90- 95 .....	1	---	3	---	1	5
95-100 .....	---	1	---	---	---	1
	2,302	418	915	31	4	3,670
Average Age .....	63	52	62	12	80	



**SERVICE PENSIONS****Pensions Granted**

A total of fifty-one members of the Fire and Police Departments retired upon service pension during the fiscal year ended June 30, 1958, as follows:

**Fire**

Walter R. Brown  
Wilford W. Cogar  
James E. Dyer  
Luther H. Falknor  
Joseph A. Fisher  
Stanton C. Foster  
Vernon Harden  
Andrew G. Lash  
Frank F. LaVigne

Gerald V. Lowe  
Frank R. McNeil  
Herbert M. Melvin  
John C. Pedersen  
Paul K. Peters  
John A. Rhetta  
Clarence Rosenberg  
Leo H. Sanford  
Clarence T. Singer

Raymond L. Straeter  
Edward J. Wallace  
Preston E. Welch  
Ralph C. Welch  
Raphael A. Williams  
Frank E. Winkler  
Carl L. Yager

**Police**

Jay A. Allen  
Robert M. Calhoun  
Wm. J. Geierman, Jr.  
Alonzo F. Gerard  
Byron B. Frick  
Altamar L. Hawkins  
Bernard H. Heyman  
Roy J. Hollis  
Royden S. Ingham

Leland V. Jones  
William G. Lane  
Robert W. Letterman  
Sosten R. Lopez  
Caleb S. Mitchell  
William W. Parker  
Jack S. Ricketts  
Howard J. Russell  
David H. Sanderson

Ralph H. Selby  
Wendall J. Snyder  
Edwin C. Swanson  
John V. Tabor  
Clifford F. Thomas  
Winston C. Wagoner  
Ned O. Wells  
Paul A. Wilber

**Pensions Discontinued**

During the course of this fiscal year a total of seventy-one service pensions were discontinued on account of death. The following is a list of the names of those individuals:

**Fire**

Charles H. Alderman  
James E. Bartram  
Cecil V. Brink  
Arthur R. Burton  
Johnie P. Clifton  
Peter Daly  
Edward C. Eames  
Clarence Y. Endsley  
Harold S. Forker  
Edward Freeman  
Nelson J. Haas

Arthur Harris  
Kenneth J. Hines  
Alford Huff  
Anthony H. Kyle  
Berton J. Manning  
Earle Mercer  
Ray Moon  
Joseph F. Morrell  
Luke J. Murphy  
Edward W. Murray  
Jessie I. Napper

Joseph A. Nielsen  
Harry H. Oates  
Paul C. V. Roussel  
Michael Slattery  
William A. Smith  
Warren W. Tayler  
Harry L. Wade  
Jasper L. Watkins  
Franklin J. Weidner

**Police**

Glen M. Abney  
William M. Ball  
Ben H. Bertram  
Harry J. Boshardt  
Hale C. Bryan  
Carl C. Burns  
John Cody  
Thomas Connor  
Burt M. Corliss  
Ivan E. Crooks  
George P. Dickinson  
Edward Dowd  
Donald M. Draper  
Thomas G. Eddins  
V. B. Eubanks  
Archie R. Ferguson

F. J. Fisher  
Dewey M. Foster  
W. C. French  
Evert S. Gowling  
John W. Hodges  
Carl Holub  
Sidney W. Hook  
J. T. Houchen  
Charles F. Jackson  
Charles L. Johnson  
Josiah B. Johnson  
Oscar Johnson  
Edward W. Joiner  
Ralph E. King  
James P. Lyons  
Herbert E. Martens

Stanley J. McCollum  
Loraine L. Mitchell  
William F. Molle  
Roy E. Parker  
Samuel C. Payne  
R. C. Rasmussen  
Harry Schenck  
Milton Smithson  
George A. Spinhirny  
Morris C. Viles  
Clarence E. Ward  
Alice S. Wells  
Matthew D. Williams  
Walter L. Wise

**Service Retirements by Years**

The total number of members who have retired upon service pension is presented by departments for the last fifteen fiscal years in the following statement:

	Fire	Police	Total
1943-1944 .....	151	194	345
1944-1945 .....	106	215	321
1945-1946 .....	86	176	262
1946-1947 .....	36	62	98
1947-1948 .....	38	59	97
1948-1949 .....	25	40	65
1949-1950 .....	35	65	100
1950-1951 .....	51	57	108
1951-1952 .....	28	43	71
1952-1953 .....	24	37	61
1953-1954 .....	27	30	57
1954-1955 .....	45	47	92
1955-1956 .....	31	38	69
1956-1957 .....	18	32	50
1957-1958 .....	25	26	51

In accordance with the Charter amendment of June 16, 1947, 404 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:

	Fire	Police	Total
1947-1948 .....	5	16	21
1948-1949 .....	9	16	25
1949-1950 .....	12	30	42
1950-1951 .....	27	27	54
1951-1952 .....	11	23	34
1952-1953 .....	15	28	43
1953-1954 .....	14	21	35
1954-1955 .....	22	25	47
1955-1956 .....	12	18	30
1956-1957 .....	12	26	38
1957-1958 .....	13	22	35

**DISABILITY PENSIONS****Pensions Granted**

Of principal interest in this year's experience with disability pensions was the rise of some 105% in the number of service-connected disability pensions granted over the number granted the previous year. As a result, the dollar amount of such disability pensions also showed a significant increase, rising from \$750,143 for 1957 to a total this fiscal year of \$875,570, an increase of 17%. This contrasts with a rise of only 1½% in service pension costs. The causes of this abrupt rise have not yet been determined with certainty.

A total of fifty-eight members of the Fire and Police Departments were granted disability pensions during the fiscal year ended June 30, 1958 as follows:

**Fire**

Rex. O. Beaver  
Bob E. Bierly  
Sam Diannitto, Jr.  
Guss T. Dove  
Roger B. Duncan  
George R. Hook

Harold Kashare  
Lorain S. Koon  
Lewis S. Martino  
Yngve O. Nelson  
Robert D. Riddell  
Richard G. Russo

John H. Schaeffer  
Freeland G. Smith  
Ralph Watson  
Lloyd M. Weast  
Leon A. Willahan

**Police**

Frederick Anderson	Jack R. Gouldstone	Don M. Norton
Clarence L. Bahner	Russell J. Harrison	Harold B. Perkins
Gale C. Banks	Charles H. Hart	Herbert E. Quincy
Roy Berg	Raymond M. Hofacher	Orville D. Reed
Richard O. Campbell	Haden H. Houston	George V. Stellway
Lawrence Chiarodit	Thomas M. Jordan	Walter R. Stewart
Alfred F. Clarkson	Edwin W. Keim	Lloyd E. Thomas
William E. Cleaves	John A. Kendrick	Vernon L. Tichenor
Robert L. Clodio	Joseph C. Lane	Wilbur B. Ulmer
Wm. J. Donelson	Ellen A. LePage	Dallas W. Walters
William F. Forbes	Donald J. Lightfoot	John W. Whaley
Warren L. Foster	James R. McBride	Ralph E. Wilderman
Jerry P. Frary	Algie R. Moriarty	Martin S. Wynn
Leland W. Geiler	Justin E. Nippold	

**Pensions Discontinued**

Twelve disability pensions were discontinued on account of death or restoration to active duty from disability pension during the current fiscal year and the names of such individuals are listed as follows:

**Fire**

Joe A. Bieberly	Albert E. Church	Roger A. Monk*
Jack C. Bingham*	Walter A. Cunningham	R. S. Sutherland

**Police**

Curtis W. Dixon	Joseph M. Gaski	Adam G. King
Clinton W. Barber	John B. Kaser	Harry R. Maxwell
*Restorations		

**Disability Retirements by Years**

The total number of members retiring upon disability pension is represented by departments for the last eleven fiscal years in the following statement:

	Fire		Police		
	Service	Non-Servie	Service	Non-Servie	Total
1947-1948	3	4	8	6	21
1948-1949	3	5	4	6	18
1949-1950	13	—	14	9	36
1950-1951	8	1	17	2	28
1951-1952	11	1	16	4	32
1952-1953	15	3	17	2	37
1953-1954	7	1	13	3	24
1954-1955	10	7	14	3	34
1955-1956	7	3	9	6	25
1956-1957	8	2	14	11	35
1957-1958	16	1	20	12	58

**Analysis of Rates**

There are 343 service-connected disability pensions and 75 non-service-connected disability pensions classified by rates in the following schedule as of June 30, 1958:

Rate	Fire	Police	Total
40%	23	54	77
50%	43	46	89
55%	13	15	28
57½%	1	—	1
60%	27	40	67
65%	33	60	93
66⅔%	1	—	1
70%	2	5	7
75%	8	28	36
80%	2	4	6
85%	2	2	4
90%	3	6	9
<b>TOTAL</b>	<b>158</b>	<b>260</b>	<b>418</b>

**Analysis of Disability Pensions by Age**

Age	Fire	Police	Total
25- 30	1	—	1
30- 35	6	22	28
35- 40	11	49	60
40- 45	20	30	50
45- 50	16	24	40
50- 55	29	20	49
55- 60	32	42	74
60- 65	17	44	61
65- 70	14	16	30
70- 75	7	7	14
75- 80	3	3	6
80- 85	1	2	3
85- 90	1	—	1
95-100	—	1	1
<b>TOTAL</b>	<b>158</b>	<b>260</b>	<b>418</b>
Average Age	53	51	52

**LITIGATION**

**Abbott v. City of Los Angeles, etc., et al**

**Abney v. City of Los Angeles, etc., et al**

**Adams v. City of Los Angeles, etc., et al**

**Behrns v. City of Los Angeles, etc., et al**

**Mason v. City of Los Angeles, etc., et al**

In these proceedings, wherein approximately 800 petitioners prayed for a declaration of their pension rights and a peremptory writ of mandate to compel the City and the Board to pay them fluctuating pensions instead of fixed pensions, the appeals of plaintiffs (appellants) from the trial court's judgments in favor of the City had not been decided by the District Court of Appeal as of the close of the fiscal year. Said Court, on October 15, 1957, affirmed the trial court's judgments and, on November 6, 1957, denied appellant's petition for a rehearing therein. Appellants, on November 25, 1957, filed a petition for hearing in the Supreme Court and the City's answer thereto was filed on December 4, 1957. Said Court granted a hearing therein, and, on April 3, 1958, the matter was heard by the Court and, on June 6, 1958, it reversed the judgments of the trial court. The City's petition for a rehearing therein was filed on June 20, 1958 and appellants' answer thereto was filed on June 30, 1958. As of the close of the fiscal year, the Supreme Court had not acted upon said petition.

**Anderson, et al., v. City of Los Angeles, etc., et al**

**Cody, et al., v. City of Los Angeles, etc., et al**

**Hoffman, et al., v. City of Los Angeles, etc., et al**

**Johnson, et al., v. City of Los Angeles, etc., et al**

**Landen, v. City of Los Angeles, etc., et al**

**Mausser, et al., v. City of Los Angeles, etc., et al**

**Mrakich, v. City of Los Angeles, etc., et al**

**Parsons, v. City of Los Angeles, etc., et al**

In these proceedings, commenced in June, 1958, 26 plaintiffs pray for a declaration of their pension rights and a peremptory writ of mandate to compel the City and the Board to pay them fluctuating pensions instead

of fixed pensions. As of the close of the fiscal year, the City's answers had been served and filed and the matters were at issue.

**Charles H. Farnell, et al., v. City of Los Angeles, etc., et al**

This action was commenced in October 1957 by six former members of the Police Department who seek a refund of contributions paid into the Fire and Police Pension Fund. The City's demurrer to the complaint, filed on November 4, 1957, was sustained and plaintiffs were given ten days to serve and file an amended complaint, which they did on November 22, 1957. On November 27, 1957, a stipulation was entered into to the effect that the City need not file any pleading to the amended complaint until two weeks after it is served with written notice to do so and, as of the close of the fiscal year, no such notice had been served.

**Jacke, et al., v. Board of Pension Commissioners, etc., et al**

This was an action, commenced in 1956, in which plaintiff sought a refund of contributions paid into the Fire and Police Pension Fund during the period he was employed by the Police Department. A pretrial conference was had on August 5, 1957 and the trial, originally set for September 24, 1957, was continued to October 28, 1957 upon which date the Superior Court transferred the matter to the Municipal Court. The action was tried on March 7, 1958 and judgment for the City was entered on March 26, 1958.

**Inez S. Maxwell v. City of Los Angeles, etc., et al**

The plaintiff in this action alleges that, as the widow of a former disability pensioner, she is entitled to a widow's pension. Her application for such pension had been denied by the Board on August 6, 1957 for the reason that, on the record, she had not been married to the pensioner at least one year prior to his retirement and that, therefore, she did not meet the eligibility requirement of the City Charter; in this action she sought an alternative writ of mandate to compel the defendants to pay her a pension; our return to the petition was served and filed on June 13, 1958, at which time the matter was tried and submitted to Department 65 of the Superior Court which court decided that the plaintiff, as the putative widow and a lawful widow, is entitled to a widow's pension; counsel for plaintiff was given leave to file an amended complaint setting forth the putative marriage to conform to proof. Such was the status of this case at the close of this fiscal year.

**Guardianships**

Forty-six accounts were received and carefully examined. In addition, the following petitions were received: 1 for authority to continue expenditure of sums for support; 1 for instructions regarding repairs to a building; 1 to lease real property for the production of oil, gas and other hydrocarbons; 1 for repairs to or the razing of a building; 1 for confirmation of sale of real property; 1 for order authorizing conveyance of real property to the State; 1 for additional maintenance; 2 for appointment of guardian of minor upon death of former guardian; 1 for permission to encumber property of an incompetent; 1 for order approving claim and directing conveyance by quitclaim deed; 2 for restoration to capacity; and 1 to have the fact of restoration to capacity judicially determined and to terminate guardianship. Three requests for special notice of steps and proceedings were served and filed; 2 guardianships of incompetents were discontinued on account of death and 3 on account of the incompetents being restored to capacity; 3 guardianships of incompetents were added; 3 guardianships of minors were discontinued on account of the minor reaching majority and 2 were added. As of the close of the fiscal year, there were 52 active guardianships, 31 covering 42 minors and 21 covering incompetents.

### Opinions and Reports

An opinion was written to the effect: that a temporary policeman is not a member of the Police Department for pension purposes and is not entitled to credit toward retirement for service as such; that the City was never authorized to deduct contributions from salary paid for service as a temporary policeman and that no such deduction should be made in the future; that a regular member is entitled to be credited, for pension purposes, with previous service as a temporary policeman or as a war emergency policeman; that a member's service as a temporary policeman or as a war emergency policeman is part of his aggregate service for longevity pay purposes; and that the amount of longevity pay which a member is receiving at the date of his service-connected disability retirement is, for the purpose of computing his pension, a part of the salary attached to the rank then held by him.

An opinion was written to the effect that the April 18, 1957 amendment to Section 181½ of the Charter did not repeal or modify, impliedly or otherwise, any provisions of Section 181 thereof and that a member who became such on March 30, 1937 and who served 20 years in the aggregate is entitled to a service pension of only 40% of salary

An opinion was written to the effect that the fifth step of the salary schedules applicable to promotional ranks in the Fire and Police Departments are not part of the respective salaries attached to the rank for the purpose of calculating fluctuating pensions and that such pensions are to be calculated upon the fourth step of said salary schedule.

A report was written to the City Council advising it of the Supreme Court's reversal of the trial court's judgments in the case of Abbott v. The City of Los Angeles, and related cases, and of the approximate cost which would result therefrom.

### Maritals

In addition to examining marital histories of many pensioners and their wives, the marital histories of 807 active firemen and their wives, submitted by them upon forms supplied by the Department, were carefully examined. As of the close of the fiscal year, 660 of these files contained all necessary and desirable information and documents, 62 of them contained some but not all of the information and documents, 52 contained only marital forms but no documents and 33 of them, those of single men, required no documents. Numerous personal conferences and telephone calls were had and extensive research was done upon legal questions which arose in connection with many of the marital histories, all of which also necessitated considerable correspondence. When necessary or desirable, memoranda were written and placed in the files.

### OPERATIONS

As of June 30, 1958, there was a cash balance of \$426,469.00 as compared to \$311,312.00 on June 30, 1957. During the year the bond portfolio increased \$2,275,000.00 with a total par value of \$29,141,000.00 and an appraised value of \$27,657,516.00. The increase was attributable largely to the surplus of \$2,386,146.00 resulting from operations together with an increase in cash of \$115,157.00 and a decrease in miscellaneous items of \$4,011.00.

### Real Property

Three reconveyances were prepared and executed after the notes which were secured by deeds of trust were fully paid. Two properties were sold at a net profit of \$2,587.00 and escrows closed during the year.

**Surety Bonds**

Five of the thirteen employees were under bond as follows:

<b>Position</b>	<b>Amount of Bond</b>
Manager-Secretary .....	\$50,000
Chief Accountant .....	25,000
Executive Assistant .....	5,000
Senior Clerk Stenographer .....	5,000
Senior Clerk .....	5,000

**Personnel**

Thirteen individuals were employed in the Department including one Assistant City Attorney. All rates of compensation were within the general range of salaries for similar positions in the city government.

**Administrative Costs**

It is very difficult to compare administrative costs of different pension systems because of the widely different benefit structures, and the effect of such differences on costs. However, one frequently used measure is the percent relationship of administrative costs to total benefits paid out. In this respect, the latest available report of the Securities and Exchange Commission on the operation of corporate pension funds in the United States in calendar 1957 shows an administrative costs of 1.91% of benefits paid out. The comparable ratio for the Fire and Police Pension System for the fiscal year ending June 30, 1958 is 1.44%

Respectfully submitted,



Manager-Secretary

**PEAT, MARWICK, MITCHELL & CO.**

CERTIFIED PUBLIC ACCOUNTANTS

618 SOUTH SPRING STREET  
LOS ANGELES 14, CALIF.**ACCOUNTANT'S REPORT**

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, 1958 and June 30, 1957, 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, subject to the above explanation, 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, 1958 and June 30, 1957 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.

Los Angeles, California

October 15, 1958



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

**BALANCE SHEETS  
June 30, 1958 and 1957**

**ASSETS**

Cash:	June 30, 1958		June 30, 1957	
Deposits with Treasurer of the City of Los Angeles .....	\$ 426,469		\$ 311,312	
Cash Revolving Funds .....	325		325	
Cash in Suspense .....	71	\$ 426,865	71	\$ 311,708
	\$29,168,873		\$26,900,206	
<b>Investments:</b>				
Bond Investments—General —at Par (value based on market quotations, \$27,657,516 and \$23,867,918, respectively) .....	\$29,141,000		\$26,866,000	
Street Improvement Bonds —at Par .....	3,909		7,119	
Treasurers Deeds—at Cost .....	658		1,161	
Trust Deeds Receivable —at Cost .....	5,006		2,090	
Real Property—at Cost .....	18,300		23,836	
	\$29,168,873		\$26,900,206	
Bond Premiums, less discounts of \$112,338 and \$80,327, respectively .....	108,320	\$29,277,193	127,574	\$27,027,780
Accrued Interest .....		254,699		245,504
		\$29,958,757		\$27,584,992

See accompanying notes to financial statements

**LIABILITIES**

	June 30, 1958		June 30, 1957	
Accounts Payable .....	\$ 851		\$ 819	
Unpaid Pensions, Estimated (Note 1) .....	6,590,000			
Deferred Credits—Prepaid Payments—Street Bonds .....	1,361		1,361	
<b>Fund Capital:</b>				
Accumulated Surplus .....	\$20,898,506		\$25,102,360	
Reserve for Investment Losses (Note 2) .....	2,468,039	\$23,366,545	2,480,452	27,582,812
	\$29,958,757		\$27,584,992	
Contingent Liabilities (Note 3)		\$29,958,757		\$27,584,992

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

**STATEMENT OF OPERATIONS**  
Fiscal Years Ended June 30, 1958 and 1957

<b>Revenue:</b>			
Taxes .....	\$ 5,514,475		\$ 5,052,812
Interest .....	847,969		737,261
Members' Contributions ..	2,845,139		2,599,947
Sales of Unclaimed Property .....	45,499		66,351
Bonus .....	26		35
Donations .....	343		435
Miscellaneous .....	2,776		634
	<u>\$ 9,256,227</u>		<u>\$ 8,457,475</u>
Revenues Available for Current Year's Expenditures .....			
<b>Expenditures:</b>			
Pensions Paid:			
Service .....	\$ 4,219,932	\$ 4,161,635	
Disability .....	875,570	750,143	
Widows .....	1,380,813	1,294,678	
Minors .....	37,476	35,049	
Dependents .....	4,841	6,339	
Non-Service:			
Disability .....	149,320	126,255	
Widows .....	84,872	65,506	
Minors .....	19,722	17,037	
Administrative Expenses..	\$ 6,772,546	\$ 6,456,642	
Excess of Revenues Over Expenditures .....	97,535	6,870,081	87,583
	<u>\$ 2,386,146</u>		<u>\$ 1,913,250</u>

See accompanying notes to financial statements

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

**STATEMENTS OF FUND CAPITAL  
Fiscal Years Ended June 30, 1958 and 1957**

	June 30, 1958			June 30, 1957		
	Accumulated Surplus	Reserve for Investment Losses (Note 2)	TOTAL	Accumulated Surplus	Reserve for Investment Losses	TOTAL
Balance at beginning of period .....	\$25,102,360	\$ 2,480,452	\$27,582,812	\$23,182,285	\$ 2,501,241	\$25,683,526
<b>Add:</b>						
Payment of prior years' unclaimed pensions .....	-----	-----	-----	6,825	-----	6,825
Excess of revenues over expenditures.....	2,386,146	-----	2,386,146	1,913,250	-----	1,913,250
	<u>\$27,488,506</u>	<u>\$ 2,480,452</u>	<u>\$29,968,958</u>	<u>\$25,102,360</u>	<u>\$ 2,501,241</u>	<u>\$27,603,601</u>
<b>Deduct:</b>						
Net loss on disposition of Investments.....	-----	12,413	12,413	-----	20,789	20,789
Provision for estimated unpaid pensions (Note 1) .....	6,590,000	-----	6,590,000	-----	-----	-----
Balance at end of period .....	<u>\$20,898,506</u>	<u>\$ 2,468,039</u>	<u>\$23,366,545</u>	<u>\$25,102,360</u>	<u>\$ 2,480,452</u>	<u>\$27,582,812</u>

See accompanying notes to financial statements

**CITY OF LOS ANGELES**  
**Fire and Police Pension Fund**

**Notes to Financial Statements**  
**June 30, 1958 and 1957**

- (1) The liability for unpaid pension is the estimated amount due various pensioners for supplementary pension payments as of June 30, 1958 in accordance with the conclusions declared by the California Supreme Court in its decision of June 6, 1958. The decision concerned the right of certain pensioners to receive fluctuating pensions based upon the salaries currently paid to members in active service. The estimate is based upon the difference between pensions computed on the fluctuating basis and pensions paid on a fixed basis (the fixed amounts determined at the time the individual pension was granted) for varying periods commencing six months prior to the filing of the individual claims and ending June 30, 1958. All valid claims by pensioners which were filed with the Board of Pension Commissioners by June 30, 1958 have been included.
- (2) The reserve for investment losses is comprised substantially of the net gains realized from investment transactions consummated after June 30, 1940. It is the accounting policy of the fund not to provide for the fluctuations in market value of bonds as such investments are usually held to maturity and if so held they should be substantially redeemed at par.  
  
Subsequent to June 30, 1958, bond investments of \$6,149,000 par value were sold at a net loss of \$601,452 to provide funds for supplementary fluctuating pension payments and it is anticipated that further bond sales may be required.
- (3) As mentioned in Note 1, unpaid pensions have been provided for on all valid claims filed to June 30, 1958, in addition, however, approximately 950 pensioners potentially eligible for fluctuating pensions did not file claims by such date. The maximum liability for the retroactive portion of such claims is estimated not to exceed \$940,000.

There were two legal actions pending at June 30, 1958 for widow's pensions under which, in the opinion of counsel for the fund, the possible, but not probable, ultimate liability is \$128,531. Pending completion of the actions and final determination of the liability if any, no provision has been made therefor in the accounts.

**CITY OF LOS ANGELES**  
**FIRE AND POLICE PENSION FUND**  
**ADMINISTRATIVE EXPENSE COMPARED**

**SCHEDULE 1**

<b>OPERATING EXPENSE</b>	<b>1957-58</b>	<b>1956-57</b>	<b>1955-56</b>	<b>1954-55</b>	<b>1953-54</b>	<b>1952-53</b>	<b>1951-52</b>
Salaries .....	\$ 76,044	\$ 70,382	\$ 69,086	\$ 63,499	\$ 62,152	\$ 60,100	\$ 51,297
Communications .....	714	592	633	621	550	597	568
Insurance and Bond Premiums .....	358	417	515	284	1,302	366	1,813
Office Equipment .....	1,341	610	246	603	555	294	102
Office Supplies .....	776	756	772	494	467	763	776
Printing and Binding .....	1,156	1,123	1,063	1,030	1,052	863	965
Traveling .....	600	401	216	43	269	665	889
Contractual Services .....	3,315	3,000	3,000	3,000	3,000	3,000	3,000
Field Equipment .....	200	150	20	29	185	313	215
Maintenance and Repairs .....	123	75	14	17	20	-----	12
Petroleum Products .....	152	150	62	87	-----	-----	-----
Tranportation .....	25	7	72	14	85	1	2
Annual Audit .....	1,002	934	950	795	766	937	684
Governmental Meetings .....	29	-----	-----	-----	-----	-----	-----
Litigation .....	209	888	831	620	481	148	7
Mailing Service .....	338	151	290	295	229	184	171
Medical Services .....	8,766	6,883	7,207	6,924	6,966	7,147	5,491
Miscellaneous .....	9	52	-----	8	310	194	18
Actuarial Investigation .....	-----	-----	636	-----	-----	7,050	-----
Equipment, Furniture and Fixtures .....	2,378	1,012	1,757	186	1,576	765	405
	<u>\$ 97,535</u>	<u>\$ 87,583</u>	<u>\$ 87,370</u>	<u>\$ 78,549</u>	<u>\$ 79,965</u>	<u>\$ 83,387</u>	<u>\$ 66,415</u>

**STATEMENT OF CASH RECEIPTS AND SOURCES THEREOF**  
**Fiscal Years 1951-52 to 1957-58 Compared**

**SCHEDULE 2**

	1957-58	1956-57	1955-56	1954-55	1953-54	1952-53	1951-52
Total Receipts and Revenue .....	\$11,900,388	\$ 9,655,119	\$8,962,055	\$11,467,307	\$8,036,760	\$7,182,667	\$6,986,392
<b>Deduct</b>							
Revenue (Exhibit II) .....	\$ 9,256,227	\$ 8,457,475	\$7,660,035	\$ 7,324,860	\$6,866,355	\$6,386,990	\$5,838,291
<b>Adjustments:</b>							
Accrued Interest .....	9,195*	115,252*	58,093	23,995*	18,114*	1,659*	7,340*
Prepaid Interest .....	16,552	20,567	23,600	20,790	9,028	3,263	9,602
Bond Premiums Amortized .....	7,245*	657	25,637	7,427	5,554	7,595	5,246
Miscellaneous .....	305*	383	6,742	241	2,226	116	124
<b>TOTAL REVENUE RECEIPTS</b> .....	<b>\$ 9,256,034</b>	<b>\$ 8,363,830</b>	<b>\$7,774,107</b>	<b>\$ 7,329,323</b>	<b>\$6,865,049</b>	<b>\$6,396,305</b>	<b>\$5,845,923</b>
<b>CAPITAL RECEIPTS</b> .....	<b>\$ 2,644,354</b>	<b>\$ 1,291,289</b>	<b>\$1,187,948</b>	<b>\$ 4,137,984</b>	<b>\$1,171,711</b>	<b>\$ 786,362</b>	<b>\$1,140,469</b>
<b>Analysis—Capital Receipts:</b>							
Bond Investments .....	\$ 2,635,000	\$ 1,285,350	\$1,169,000	\$ 4,129,156	\$1,150,859	\$ 759,288	\$1,098,971
Street Improvement Bonds .....	3,209	3,649	6,630	4,671	8,501	9,946	6,779
Real Property .....	1,960	106	1,955	750	2,715	4,873	6,517
Trust Deed Installments .....	3,585	2,184	10,363	3,407	9,636	12,255	28,110
Miscellaneous Collections .....	600	-----	-----	-----	-----	-----	92
	<b>\$ 2,644,354</b>	<b>\$ 1,291,289</b>	<b>\$1,187,948</b>	<b>\$ 4,137,984</b>	<b>\$1,171,711</b>	<b>\$ 786,362</b>	<b>\$1,140,469</b>

\*Deductions

**STATEMENT OF CASH DISBURSEMENTS AND OBJECTIVE THEREOF**  
**Fiscal Years 1951-52 to 1957-58 Compared**

**SCHEDULE 3**

	1957-58	1956-57	1955-56	1954-55	1953-54	1952-53	1951-52
Total Disbursements .....	\$11,785,230	\$10,549,243	\$9,743,681	\$10,401,440	\$8,855,922	\$6,273,659	\$7,587,571
<b>Deduct:</b>							
Expenditures (Exhibit II) .....	\$ 6,870,081	\$ 6,544,225	\$6,304,857	\$ 5,995,430	\$5,700,324	\$5,520,293	\$5,319,422
<b>Adjustments:</b>							
Prepaid Interest .....	16,552	20,567	23,600	20,790	9,028	3,263	9,602
Expense Abatements .....	42	345	895	56	2,248	52	30
Accounts Payable .....	852*	819*	362*	217*	327*	4,811*	335*
Interest Earned .....	3,867*	1,747*	20,674	1,198*	2,119*		
Miscellaneous .....	361	177	206	114	4,689	43*	2,465*
<b>TOTAL OPERATING DEDUCTIONS</b> .....	<b>\$ 6,882,317</b>	<b>\$ 6,562,748</b>	<b>\$6,349,870</b>	<b>\$ 6,014,975</b>	<b>\$5,713,843</b>	<b>\$5,518,754</b>	<b>\$5,326,254</b>
<b>CAPITAL OPERATIONS</b> .....	<b>\$ 4,902,913</b>	<b>\$ 3,986,495</b>	<b>\$3,393,811</b>	<b>\$ 4,386,465</b>	<b>\$3,142,079</b>	<b>\$ 754,905</b>	<b>\$2,261,317</b>
<b>Analysis—Bond Operations:</b>							
Bond Investments .....	\$ 4,902,369	\$ 3,986,250	\$3,393,200	\$ 4,385,980	\$3,141,885	\$ 754,770	\$2,261,087
Real Property .....	433	22	104	87	94	70	136
Unapplied Charges Investments .....	111	223	507	398	100	65	94
<b>TOTALS</b> .....	<b>\$ 4,902,913</b>	<b>\$ 3,986,495</b>	<b>\$3,393,811</b>	<b>\$ 4,386,465</b>	<b>\$3,142,079</b>	<b>\$ 754,905</b>	<b>\$2,261,317</b>

\*Deductions

**FIRE AND POLICE PENSION FUND**  
**BOND DISTRIBUTION**

June 30, 1958

**SCHEDULE 4**

UNITED STATES GOVERNMENT	Rate	Maturity	Par Value
Federal Land Bank .....	2¼	1960	\$ 200,000
Federal Land Bank .....	3½	1971	300,000
Federal Land Bank .....	4⅛	1972	400,000
Federal National Mortgage Assn. ....	4¾	1965	700,000
U. S. Treasury Notes .....	4	1969	100,000
U. S. Savings "G" .....	2½	1959	100,000
U. S. Savings "G" .....	2½	1960	900,000
U. S. Treasury .....	2½	1965	250,000
U. S. Treasury .....	2½	1967/62	500,000
U. S. Treasury .....	2½	1968/63	400,000
U. S. Treasury .....	2½	1969/64	50,000
U. S. Treasury .....	2¾	1980/75	3,300,000
U. S. Treasury .....	3¼	1983/78	200,000
U. S. Treasury Bills .....		7/17/58	700,000
TOTAL GOVERNMENTS .....			\$8,100,000
<b>CORPORATES</b>			
Allied Chemical .....	3½	1978	\$ 300,000
Aluminum Co. of America .....	3	1979	300,000
American Telephone & Telegraph ....	2¾	1975	300,000
American Telephone & Telegraph ....	2¾	1980	200,000
Atlantic Refining .....	3¼	1979	100,000
Baltimore Gas & Electric .....	2⅞	1981	150,000
Bethlehem Steel .....	2¾	1970	150,000
Bethlehem Steel .....	3	1979	250,000
Boston Edison .....	2¾	1970	200,000
California Oregon Power .....	3⅛	1974	100,000
Central Illinois Light .....	2⅞	1979	100,000
Central Maine Power .....	3½	1970	141,000
Cleveland Electric Illuminating .....	3	1970	150,000
Commonwealth Edison .....	2¾	1999	200,000
Commonwealth Edison .....	3	1999	246,000
Consolidated Edison .....	3	1979	150,000
Consolidated Edison .....	3⅞	1985	150,000
Consolidated Natural Gas .....	3⅛	1979	300,000
Consumers Power .....	3	1984	80,000
Continental Oil .....	3	1984	300,000
Dallas Power & Light .....	2⅞	1979	200,000
Deere & Co. ....	3⅛	1977	300,000
Deere & Co. ....	2¾	1965	25,000
Delaware Power & Light .....	2⅞	1979	150,000
Detroit Edison .....	2¾	1985	200,000
Detroit Edison .....	3	1970	150,000
Diamond Gardner .....	4	1983	210,000
Duke Power .....	2⅞	1979	250,000
Duquesne Light .....	2¾	1977	200,000
Equitable Gas .....	3¼	1973	200,000
Firestone Tire .....	3¼	1977	244,000
General Electric .....	3½	1976	300,000
General Motors Acceptance .....	3⅞	1975	200,000
General Motors Acceptance .....	2¾	1964	400,000
General Motors Acceptance .....	5	1977	100,000
General Motors Corp. ....	3¼	1979	500,000
Great Northern Railway .....	2¼	1961	200,000
Illinois Bell Telephone .....	2¾	1981	\$ 150,000
Illinois Bell Telephone .....	3	1978	200,000
Illinois Central R.R. ....	4⅛	1969	100,000
Illinois Central R. R. ....	4⅛	1968	200,000
Illinois Power .....	2⅞	1979	100,000



**FIRE AND POLICE PENSION FUND  
BOND DISTRIBUTION**

June 30, 1958

**SCHEDULE 4**

CORPORATES—(Continued)	Rate	Maturity	Par Value
Inland Steel .....	3½	1981	300,000
Inland Steel .....	4¾	1987	200,000
Kimberly-Clark .....	3¾	1983	300,000
Long Island Lighting .....	3¼	1972	100,000
Louisville & Nashville R. R. ....	3⅝	1962	150,000
Louisville & Nashville R. R. ....	3⅝	1963	350,000
Metropolitan Edison .....	2¾	1980	200,000
Michigan Bell Telephone .....	3½	1988	200,000
Mountain States Telephone .....	2⅝	1986	100,000
National Steel .....	3⅛	1982	250,000
National Steel .....	3⅞	1986	200,000
New England Tel. & Tel. ....	3	1974	200,000
New Jersey Bell Telephone .....	3⅛	1988	250,000
N. Y. State Electric & Gas .....	3¼	1984	200,000
New York Telephone .....	3	1981	100,000
New York Telephone .....	3	1989	200,000
Norfolk & Western R. R. ....	3⅞	1964	50,000
Norfolk & Western R. R. ....	3⅞	1965	50,000
Norfolk & Western R. R. ....	3⅞	1966	100,000
Norfolk & Western R. R. ....	3⅞	1970	200,000
Norfolk & Western R. R. ....	3⅞	1971	100,000
Norfolk & Western R. R. ....	4⅛	1965	100,000
Northern Indiana Public Service .....	3⅛	1973	150,000
Northern States Power (Minn.) .....	2¾	1975	200,000
Northern States Power (Wisc.) .....	3	1979	199,000
Ohio Edison .....	2⅞	1980	200,000
Owens Illinois Glass .....	3¾	1988	65,000
Pacific Gas & Electric .....	3	1979	200,000
Pacific Gas & Electric .....	3	1983	30,000
Pacific Great Eastern R. R. ....	4¾	1982	200,000
Pacific Telephone & Telegraph .....	3⅛	1983	150,000
Pennsylvania Power & Light .....	3	1975	200,000
Pennsylvania Salt Mfg. ....	3.45	1981	200,000
Peoples Gas Light & Coke .....	3¼	1979	200,000
Phillips Petroleum .....	2¾	1964	100,000
Potomac Electric Power .....	2⅞	1984	200,000
Potomac Electric Power .....	2¾	1985	100,000
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
San Diego Gas & Electric .....	2⅞	1984	100,000
Shell Union Oil .....	2½	1971	400,000
Southern Bell Telephone .....	3	1979	150,000
Southern California Edison .....	3⅛	1973	100,000
Southern Counties Gas .....	3¼	1984	200,000
Southwestern Bell Telephone .....	3⅛	1983	100,000
Southwestern Public Service .....	3.20	1979	196,000
Standard Oil N. J. ....	2¾	1974	500,000
Swift & Co. ....	2⅞	1973	48,000
Swift & Co. ....	2⅝	1972	152,000
Union Oil of California .....	2¾	1970	400,000
Union Pacific R. R. ....	2⅞	1976	500,000
U. S. Steel .....	2.60	1962	300,000
Virginia Electric Power .....	3	1978	100,000
Westinghouse Electric .....	3½	1981	200,000
Wisconsin Electric Power .....	3⅛	1984	150,000
Wisconsin Power & Light .....	3¼	1971	144,000
Wisconsin Public Service .....	3¼	1971	134,000
<b>TOTAL CORPORATIONS</b> .....			<b>\$19,281,000</b>

**FIRE AND POLICE PENSION FUND**  
**BOND DISTRIBUTION**

June 30, 1958

**SCHEDULE 4**

MISCELLANEOUS	Rate	Maturity	Par Value
British Columbia Power Comm. ....	4 $\frac{3}{8}$	1987	\$ 200,000
Government of Canada .....	2 $\frac{3}{4}$	1974	200,000
International Bank .....	3	1972	50,000
International Bank .....	3	1976	110,000
International Bank .....	3 $\frac{3}{8}$	1975	100,000
International Bank .....	3 $\frac{1}{2}$	1969	100,000
Province of Ontario .....	3 $\frac{7}{8}$	1981	200,000
Province of Ontario .....	4	1983	200,000
Province of Saskatchewan .....	4 $\frac{3}{4}$	1977	300,000
Quebec Hydro Electric .....	3 $\frac{1}{2}$	1981	300,000
			<hr/>
TOTAL MISCELLANEOUS ....			\$ 1,760,000
TOTAL PAR VALUE .....			<hr/> <u>\$29,141,000</u>

**FIRE AND POLICE PENSION FUND**

Statement of Operations Compared

Fiscal Year 1951-52 to 1957-58

**SCHEDULE 5**

<b>REVENUES</b>	<b>1957-58</b>	<b>1956-57</b>	<b>1955-56</b>	<b>1954-55</b>	<b>1953-54</b>	<b>1952-53</b>	<b>1951-52</b>
Taxes .....	\$5,514,475	\$5,052,812	\$4,680,767	\$4,420,757	\$4,184,617	\$3,832,736	\$3,504,635
Interest .....	847,969	737,261	669,184	616,513	563,509	531,973	510,300
Rental of Property .....					150	180	165
Members Contributions .....	2,845,139	2,599,947	2,293,139	2,247,588	2,100,587	2,004,618	1,803,395
Sales of Unclaimed Property .....	45,499	66,351	16,197	38,945	16,793	9,557	17,534
Bonus .....	26	35	110	35	161	174	56
Donations .....	343	435	352	757	101	40	1,100
Miscellaneous .....	2,776	634	286	266	437	7,712	1,106
<b>TOTAL REVENUES</b> (available for current year's expenditures) .....	<b>\$9,256,227</b>	<b>\$8,457,475</b>	<b>\$7,660,035</b>	<b>\$7,324,861</b>	<b>\$6,866,355</b>	<b>\$6,386,990</b>	<b>\$5,838,291</b>
<b>EXPENDITURES</b>							
<b>Pensions Paid</b>							
Service .....	\$4,219,932	\$4,161,635	\$4,096,813	\$3,909,343	\$3,787,430	\$3,736,833	\$3,673,892
Disability .....	875,570	750,143	712,129	681,389	612,099	547,713	486,343
Widows .....	1,380,813	1,294,678	1,197,976	1,141,720	1,062,308	1,013,865	967,331
Minors .....	37,476	35,049	34,618	38,549	31,310	27,706	31,946
Dependents .....	4,841	6,339	7,010	7,010	8,025	10,528	8,202
<b>Non-Service</b>							
Disability .....	149,320	126,255	100,380	81,925	67,867	60,887	50,986
Widows .....	84,872	65,506	54,649	46,358	43,089	29,536	31,043
Minors .....	19,722	17,037	13,912	10,587	8,230	9,838	3,264
<b>TOTAL PENSIONS</b> .....	<b>\$6,772,546</b>	<b>\$6,456,642</b>	<b>\$6,217,487</b>	<b>\$5,916,881</b>	<b>\$5,620,358</b>	<b>\$5,436,906</b>	<b>\$5,253,007</b>
Administrative Expenses .....	97,535	87,583	87,370	78,549	79,966	83,387	66,415
<b>TOTAL EXPENDITURES</b> .....	<b>\$6,870,081</b>	<b>\$6,544,225</b>	<b>\$6,304,857</b>	<b>\$5,995,430</b>	<b>\$5,700,324</b>	<b>\$5,520,293</b>	<b>\$5,319,422</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b> .....	<b>\$2,386,146</b>	<b>\$1,913,250</b>	<b>\$1,355,178</b>	<b>\$1,329,431</b>	<b>\$1,166,031</b>	<b>\$ 866,697</b>	<b>\$ 518,869</b>

## CHARTER AND ORDINANCE PROVISIONS GOVERNING PENSION SYSTEM

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### 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 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 (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 (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 $\frac{1}{4}$  of this charter.

The provisions of this section are subject to the further conditions set forth in Section 181 $\frac{1}{2}$  of this charter.

Sec. 181 $\frac{1}{2}$ . The limitations of the amount of maximum pension payable pursuant to Section 181 of this Article shall apply uniformly to all members of the Fire and Police Departments.

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 employment 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. 182½. 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 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. 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 Department 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 said 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 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.

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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.