

FRESNO COUNTY EMPLOYEES'  
RETIREMENT ASSOCIATION  
AUDIT REPORT  
FOR THE YEAR ENDED JUNE 30, 1981

DECEMBER 30, 1981

BOARD OF RETIREMENT  
FRESNO COUNTY EMPLOYEES'  
RETIREMENT ASSOCIATION  
HALL OF RECORDS  
FRESNO, CALIFORNIA

MEMBERS OF THE BOARD:

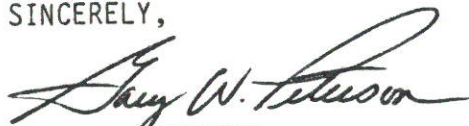
ENCLOSED IS OUR AUDIT REPORT OF THE FRESNO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION FOR THE YEAR ENDED JUNE 30, 1981.

OUR EXAMINATION WAS MADE IN ACCORDANCE WITH SECTION 31593 OF THE GOVERNMENT CODE.

WE WISH TO THANK PERSONNEL OF THE TREASURER'S OFFICE FOR THEIR COOPERATION DURING THE COURSE OF OUR EXAMINATION.

IF YOU HAVE ANY QUESTIONS, PLEASE CONTACT BOB KOURY AT 488-1614.

SINCERELY,



GARY W. PETERSON  
AUDITOR-CONTROLLER

GWP:BK:LTV

ENCLOSURE

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OCTOBER 30, 1981

BOARD OF RETIREMENT  
FRESNO COUNTY EMPLOYEES'  
RETIREMENT ASSOCIATION  
HALL OF RECORDS  
FRESNO, CALIFORNIA

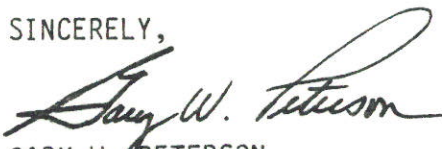
MEMBERS OF THE BOARD:

WE HAVE EXAMINED THE STATEMENT OF FINANCIAL CONDITION OF THE FRESNO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION AS OF JUNE 30, 1981 AND THE RELATED STATEMENTS OF OPERATIONS AND CHANGES IN UNDISTRIBUTED EARNINGS, RESERVES, AND CASH FOR THE YEAR THEN ENDED. OUR EXAMINATION WAS MADE IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS, AND ACCORDINGLY INCLUDED SUCH TESTS OF THE ACCOUNTING RECORDS AND SUCH OTHER AUDITING PROCEDURES AS WERE CONSIDERED NECESSARY UNDER THE CIRCUMSTANCES.

AS DISCUSSED IN NOTE 1D TO THE FINANCIAL STATEMENTS, THE ASSOCIATION HAS DEFERRED GAINS AND LOSSES ON BOND TRADES WHICH, IN ACCORDANCE WITH GENERALLY ACCEPTED ACCOUNTING PRINCIPLES, SHOULD BE RECOGNIZED AS INCURRED. HAD THESE GAINS AND LOSSES BEEN RECOGNIZED AS INCURRED, NET EARNINGS FOR THE CURRENT PERIOD AND UNDISTRIBUTED EARNINGS WOULD BE SIGNIFICANTLY REDUCED.

IN OUR OPINION, EXCEPT FOR THE EFFECTS OF DEFERRING BOND TRADE GAINS AND LOSSES AS DISCUSSED IN THE PRECEDING PARAGRAPH, THE FINANCIAL STATEMENTS REFERRED TO ABOVE PRESENT FAIRLY THE ASSETS, LIABILITIES, RESERVES AND UNDISTRIBUTED EARNINGS OF THE FRESNO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION AS OF JUNE 30, 1981 AND THE OPERATIONS AND CHANGES IN UN-DISTRIBUTED EARNINGS, RESERVES, AND CASH FOR THE YEAR THEN ENDED, IN CONFORMITY WITH GENERALLY ACCEPTED ACCOUNTING PRINCIPLES APPLIED ON A CONSISTENT BASIS.

SINCERELY,



GARY W. PETERSON  
AUDITOR-CONTROLLER

GWP: BK: LTV