

**FRESNO COUNTY  
EMPLOYEES' RETIREMENT ASSOCIATION**

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**Financial Statements for the  
Years Ended June 30, 1994 and 1993  
and Independent Auditors' Report**

September 30, 1994

*DELOITTE + TOUCHE LLP*

In our opinion, such financial statements present fairly, in all material respects, Fresno County Employees' Retirement Association's net assets available for benefits as of June 30, 1994 and 1993, and the changes therein for the years then ended, in conformity with generally accepted accounting principles.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

We have audited the accompanying statements of net assets available for benefits of Fresno County Employees' Retirement Association as of June 30, 1994 and 1993, and the related statements of changes in net assets available for benefits for the years then ended. Our responsibility is to express an opinion on these financial statements based on our audits. These financial statements are the responsibility of the Association's management.

To the Board of Retirement of  
Fresno County Employees'  
Retirement Association  
Fresno, California

INDEPENDENT AUDITORS' REPORT

FRESNO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

JUNE 30, 1994 AND 1993

(in thousands of dollars)

| 1994                                     | 1993                     |
|--|--------------------------|
| <b>ASSETS:</b>                           |                          |
| Investments, at cost; market value of    |                          |
| \$689,020,000 in 1994 and                |                          |
| \$621,833,000 in 1993 (Note 3)           |                          |
| Cash and cash equivalents (Note 4)       | \$ 554,550               |
| Investment trades receivable (Note 5)    | 181,079                  |
| Interest and dividends receivable        | 35,817                   |
| Contributions and other receivables      | 5,046                    |
| Other assets                             | 2,225                    |
|  | 9                        |
| <b>Total assets</b>                      | <u>778,726</u>           |
| <b>LIABILITIES:</b>                      |                          |
| Investment trades payable (Note 5)       | 11,596                   |
| Accounts payable                         | 1,036                    |
| <b>Total liabilities</b>                 | <u>12,632</u>            |
| <b>NET ASSETS AVAILABLE FOR BENEFITS</b> | <u><u>\$ 707,779</u></u> |
|  | <u><u>\$ 783,116</u></u> |

See notes to financial statements.

FRESNO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS  
YEARS ENDED JUNE 30, 1994 AND 1993

(in thousands of dollars)

|   | 1994       | 1993       |
|---|------------|------------|
| NET ASSETS AVAILABLE FOR BENEFITS,<br>BEGINNING OF YEAR | \$ 707,779 | \$ 625,724 |
| INCREASES:  |            |            |
| Investment income:                                      |            |            |
| Interest  | 24,910     | 24,055     |
| Dividends   | 5,943      | 8,052      |
| Real estate income                                      | 2,380      | 1,496      |
| Realized net gain on sales of investments               | 49,167     | 56,538     |
| Unrealized loss on real estate<br>investments (Note 3)  | 1,426      | (74)       |
| Commingled equity fund income                           | 132        | 154        |
| Securities lending                                      | 200        | 36         |
| Miscellaneous income                                    | 84,158     | 90,257     |
| Contributions (Note 2):                                 |            |            |
| Employers   | 21,428     | 19,995     |
| Employees   | 6,374      | 6,056      |
| Total increases   | 111,960    | 116,308    |
| DECREASES:  |            |            |
| Benefits paid to participants                           | 32,845     | 30,890     |
| Refunds of prior contributions                          | 1,478      | 1,514      |
| Investment counselor fees                               | 1,605      | 1,074      |
| Custodian service fees                                  | 57         | 57         |
| Actuarial service fees                                  | 6          | 39         |
| Fiduciary insurance premiums                            | 72         | 68         |
| Consultant fees   | 40         | 59         |
| Administrative fees                                     | 520        | 552        |
| Total decreases   | 36,623     | 34,253     |
| NET INCREASE  | 75,337     | 82,055     |
| NET ASSETS AVAILABLE FOR BENEFITS,<br>END OF YEAR       | \$ 783,116 | \$ 707,779 |

See notes to financial statements.