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OFFICE LOCATIONS

**FRESNO COUNTY EMPLOYEES'
RETIREMENT ASSOCIATION**
Independent Auditor's Report
and Financial Statements
For the Years Ended
June 30, 1996 and 1995

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Certified Public Accountants



**FRESNO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
FOR THE YEARS ENDED JUNE 30, 1996 AND 1995**

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

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying statement of net assets available for benefits of Fresno County Employees' Retirement Association (Association), a component unit of the County of Fresno, California, as of June 30, 1996, and the related statement of changes in net assets available for benefits for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of the Association as of June 30, 1995, were audited by other auditors whose report dated September 19, 1995, expressed an unqualified opinion on those statements.

We conducted our audit 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 audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Association as of June 30, 1996, and the changes in its financial position for the year then ended in conformity with generally accepted accounting principles.

The schedules designated as required supplementary information in the table of contents are not required parts of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Certified Public Accountants

Macias, Gini & Company LLP

Sacramento, California
September 6, 1996

**FRESNO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
JUNE 30, 1996 AND 1995**

(amounts expressed in thousands)

1996	1995	
		ASSETS:
		Investments, at amortized cost; market value of \$971,602 in 1996 and \$886,723 in 1995 (Note 3)
\$ 892,132	\$ 839,148	Cash and cash equivalents (Note 4)
69,591	19,858	Investment trades receivable (Note 5)
323,614	20,406	Interest and dividends receivable
6,522	1,411	Contributions and other receivables
2,264	2,068	Other assets
123	55	Total assets
		LIABILITIES:
		Total assets
1,294,246	882,946	Investment trades payable (Note 5)
353,707	30,755	Accounts payable
1,447	1,872	Total liabilities
355,154	32,627	
\$ 939,092	\$ 850,319	NET ASSETS AVAILABLE FOR BENEFITS (Note 6)

See accompanying notes to financial statements.
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