	CATEGORY				
				Chit or Americal Con	Makes Ve
Ced Equivalents		28.698.315		20,000,775	20,000.0
I.I. S. Carumonos Obligations	15,755,644			19,592,644	19,590
Corporate Normalius Estado Minispapos 1984		6039000 6039032		60,780,607	96,756,8 563,72,7
Lighter		187,289,EQ		30,360,00	116.5663
WITH.	15,715,644	200,900,002		20,50,36	255,256

#### E. THEND INFORMATION

scale to pay hearths when due, are presented on pages 12 and 13.

## Based upon a request of the Administration of the City of New Orleans, on December K. 1986.

the Based approved the appoint of an "lately testimatest Windson" affacture Branary 1, 1902 though Ayrill 20, 1987. This "windson" offencine Branary 1, 1902 though Ayrill 20, 1987. This "windson" offence are member with a latest 25 pours of surface, and whose age glass service traits at legal 20 years, to acknow this no mady subtiminest reduction. The extensial substances of the December 31, 1988 included estimated adjustments for this "windsow", also creat all respects were received and approved gives to the preparation of the

#### COST-OF-LIVING BENEFITS BONES

resear, which trained \$1,416,497 was optimized for each individual at the seas of \$76 of the current benefit for the each year of returness, with a resolution the greater of \$500 or \$35 sincouth year of returness. It was provided from the carriage on tovorteness in curves of 6%. The found plane to constitute the control-fixing beauts benefit, as large, as interest, eneming in-



if a manager describer existence and before receiving the amount of this recurrence contributions in arms of various surveyers, the large sure behave of his completions is read

they in the engine of the a field to specify out of the engine is used and engine out to the engine of the engine of the engine of the engine of the dates of an dispute in the case. So that is support the engine of the part installar, monthy to the ordinal part to the engine of the part installar, monthy to the ordinal part to the engine of the part installar, monthy to the engine of the engine of the part installar and an engine of the engine of the particular powers for the particular contribution of the engine of the particular powers for the engine of the engine of the engine of the particular powers for the engine of the engine of the engine of the particular powers for the engine of the energy open in stability beat to the engine of the tended of the engine of the engine of the engine of the engine of the tended of the engine of the tended of the engine of the engin

Any onessets which may be paid as payable under the provisions of any Warkson's Compensation Statistic or similar law is a statistic or to a deposted or a receiver on second of accelerated sideality or excelerated section banks, is used, a manumer in the trust shall appear, by which appears and popular in the of any benefit popular cost of the family provided by the City matter the green-laws of the Eutocomor spans or account of the same coefficient disturbly or early matter the green-laws.

Upon settem application of a member is notice written or of the band of the department as member solve has fill for a state years of confident service one per trivially for the band on an auditor solve has fill for a state years of confident service one for trivially for the band on an auditory dissibility activation alteration of perspective mentional by the Bond shall certify that the number is maintain or physically stately in competition for the factor performence of fair such suspectly to habity to the generators, and fine the member should be critical. Upon fair such suspectly to habity to the generators, and fine the member should be critical. Upon fair the suspection of the performance of the suspection of the critical states of the suspection of the suspection of the suspection of the suspection of the critical subsection of the suspection of the suspection of the suspection of the suspection of the critical states of the suspection of the sus

- a) As armity which shall be the account equivalent of the employer's accommissed
- contributions at the state of protection, and by Assumed proving, which together with the assume in Gal, shall be 75% of the service

#### \_\_\_\_\_

contribution in naturality detention method, represed no principal of minut forces payrill, no sufficient to occumulate sofficient more in pro-bendle when she. Level principal of couplying popul contribution minu are detentioned using the "Disay Age Normal Asstonia." Proposed Method: "It is prophyrory interness." bytom the sets the "Proceedings of Propol Method To associate the suffamiliation of the State year point of relative Info. 3, 1974.

Employees contribute 4% of their namelyle compounders in accord CS1,300 per year. Hamely compoundes in the named compoundes pold to an employee which includes overline and

## E CARRAND DATE THE REEL

As of Documber 31, 1996, the Englayees' Retirement System bull the following cash recounts and related FDEC insurance and/or other types of redistrial to accure the plans assumes:

\$200C 200004513	\$40,00	\$108506	\$1,765,06	
Libery Back 2234000	15,000	23,494	0.09	
Total	\$200,000	53,01590	\$1,00,00	

YSTIM are numerated below. The irrestments that are represented by specific idea/fable restment securifies are classified as to credit risk by the three categories described below:

SYSTEM or its agent in the IMPLOYILES RETREMENT SYSTEM's name.

2 Insured and registered, with sociation held by the contropunt's tree department or agent in the ISMPLOYEES BUTTREMENT SYSTEM's name.

Johnson S. Verman of and unregistered, with securities held by the consterporty, or by the trent department or agent but not in the INPLOYEES' RETREMENT SYSTEM's name.

#### NUMBERS OF SIGNIFICANT ACCOUNTING POLICIES

The following on the standings are made as their followed by the stan-

Rasis, af Accessoring. The accompanying financial statements are prepared on the secural business and accounting. Contributions are proprieted as revenue in the period in which employee survices are performed.

Mished Sted to Value Investments - The Plans copity occurries are reported at market value. Fixed income securities are reposted at americal cost with discounts or premiums associate using the "statight line method", and reported at market value. Investment secons is receptived as earth pains and insure as substant of their investment or contributed on the contributed or recognized or recognized or recognized or recognized or their contribute are visionated or recognized o

## C. CHANGE IN ACTUARIAL VALUATION

Biginning with the Jensey 1, 1991 networld reluction, the seturnial velocities were prepared using the "Fixous Linky Age Automia Cost Melbod" of Sending. Thirs in the charge in the families settled, the Plan had been funded using the "There Age Normal Cost Method".

Under the Persons Dray, Age Amentall Cest Melrod, the content one of the plan is designed to be a lovel procure or depend, edited on an aggregate bale, spead one for entitive conting. Heters or the participate. The frame working lifetime of the participate is districted from each participate, The producted own, age into the plan assuming the plan had always been jor entirence, to his expected orientment date.

false only openersal costs and is called the fronce actuarial high-tilty about it is not affected by solvenial experience gates or brace in frace years. This amount is composed at charakt which or benefit shrough princing facets and these one yet facilities and determine actuarial highlight. Once entablished, and for valuations is subsequent years used 5-thy senergized, the unfanished.

fince entablished, and for valuations in subsequent years used fully assertized, the unlimb finces accurated liability is afficiated by the narroad cent, the substation interest rate and placontributions. The narroad cent ment them become the balancing item as the afformed sensportion of the remaining actuaried persent value of endownest benefits. As a result, accural or

The awardination period, which ends Documber 31, 2005 is being maintained. Beginning with Jermany 1,1992 schords obtained, the association amount was "focus" and is equal to the 13-year containing association amount was extended flamous 1,1904 shough Documber 1,2000. As a social of the change in method, the actuaried volunties of decise effected a seed Accessed 4053 500 141.

compand on the arrange compountion, plus the sum of \$1,200 provided, however, that

Upon the opplication of a conclute or the hand of the elegentism, may resulten schools the front fields but been trained and personautic injuspoils of edgy as the assumant and procedures and and no colores are not assumed to the conclusion of the procedure and the colores are not to the colores ar

a). An annalsy which is the actuarial equivalent of his accumulated contributions at the

esteadile compressation

Any carefores: whose withdrawed from nerive survice occurs union to his attainment of the ner of

System.

Splitch the member have served at least 10 years before path separation, be will be entitled a specified at fall service at fall service at fall service at fall service.

Upon withdrawal without 10 years of creditable service, the employee is earliked to the return of the accumulated coordinations with intenses or the complegee may allow contributions to remain an element for a maximum of first seam.

Hintims Ady 10, 1974, persistant were reads for expensel transfers of service and fundbetween the bytes and the Depleteern Environced Spisson of the Secrenge and Water Dear of New Orleans. In the cent on employee transfers from one multipress to the other, servic excits not transferred from the employee's previous account glass careed insuest, and a employee cent devices, plus agreed upon increas, are transferred.

- Employees bleed on or after July 1, 1947, who become members as a condition of employment.
   Transferors bleed before July 1, 1947 become members unless their abstract on an experience.
- jels.
- 3. Officials elected as appointed for fixed terms, however, membership is optional.
- All officers and employees of various indicial and collected offices causes there
- All officers and employees of various judicial and political offices, escope those covered by mother system and those for whose no consultations are usage by
- respective offices.

  Historials Sustain annularities with 30 years of service, or who obtain are 60 with 30 years of
  - sting of the following:
  - An involvy, which is the actualid equivalent of the employer's assembled confliction at the four of relationset, plus
     An annual provious, which together with the above annuity, provides a total eclasorate.
  - rverage compensation trince and 10 years, plus this of average compensation trace methods service over 30 years, manifester use to exact 100% of average compensation. For survice rationees price to ago 60 with less than 30 years of service, this amount is authorid by 3% for each year below ago 62. For service
  - for annulation while spine point to Jamusey 1, 1983) for each year below up 55. For survice retrievements at upo 55 with 30 or more years of service, this amount is not reduced.

Average compensation is defined as average annual consed compensation (which includes overtime correct prior to April 20, 1699 and trained party of a member for the highest there-six averagine reading of prior in a namedor united \$1.000.

An additional provise report in 201 of \$3,200 feet on the The (Fernance, the 3,10% of \$3,500 feet on the The (Fernance, the 3,10% of \$3,500 feet on the test on OF 100 feet, the of \$4,000 feet on the 100 feet on the first of \$4,000 feet on the 100 feet of \$4,000 feet on the 100 feet on 100 feet

#### A. PLANDESCRIPTIO

The IMPLOYING BERTHEMBER SYSTEM OF THE CITY OF NEW ORLEASE DESIGNATION IN THE CITY OF NEW ORLEASE DESIGNATION IS CONCRETED THE CITY OF NEW ORLEASE DESIGNATION IN CONCRETE THE CITY OF NEW ORLEASE DESIGNATION IN CONCRETE THE CITY OF NEW ORLEASE DESIGNATION IN CONCRETE THE CITY OF NEW ORLEASE DESIGNATION OF NEW ORLEASE

The MATLOVIAN RUTHERABNY SANTIM OF THE CITY OF NAW ORLANDS Roome propiotion on layly, 1 (942). It is imported by paint contribution of the City with employer nearbins and income from investments. The City makes contributions for members derive province may be a few prompts of contributions. The City makes contributions for members derive province may be a few prompts of contributions. As the city and employer contributions, the city made employer contributions.

System and for making effective the provisions of the Retirement Ordinance are vosted in the five manufact Board of Trustees of the Hethemant System.

At December 31 , 1996, EMPLOYIES' RETERIMENT SYSTEM membership consisted in December 31 , 1996

Entirely and brack-later, neverthy resching handles. To remain desprive an artificial to be sell to be set yet receiving them.	1.90
	1,661
	100
Voted New Yorkel	
TOTAL CLIRING I MILITARIO	

The City of New Orleans requires membership in the EMPLOYFES RETUREMENT SYNTEM for all City of New Orleans regularly continued acrosses.

# L. CUMULATIVE EFFECT OF CHANGE IN ACCIDENTING PRINCIPLE

Disking 10% for The changed in sended of accounting for inventments. Inventments are critical as file vides to on defermit to the account presummants of the Concentration for Control Control

### EMPLOYEES: RETIREMENT SYSTEM, CITY OF NEW ORLEANS STATEMENT OF PLAN NET ASSETS AS OF DECEMBER 31, 1996.

ASSETS	
CASH	\$ 499,477
RICETVARLES:	
Contributions	
Due from broker for sucurities sold	923,911
TOTAL RECEIVABLES:	2,681,122
INVESTMENTS	
Stocks, Boscis, Other, at Market Value (Note F)	213,118,951
TOTAL ASSETS	\$278,888,553
DARLITIES	
Accreed Management and Cornellal Faus	
TOTAL LIANUTES	443,024
NET ASSETS HELD IN TRUST FOR MINISON MEMBERS	9278 446 222

Ombitation 9.258,071 190%

190%

9.718.987 10,829,792 109%

SCHEDULE OF CONTRIBUTIONS

# EMPLOYEES' RETUREMENT SYSTEM OF THE CITY OF NEW ORLEANS. TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT

NOTES TO THE FINANCIAL STATEMENTS. 4.11 HISTORICAL THIND INFORMATION CINALIDETED

SCHEDULE OF CONTRIBUTIONS 12 CONTRIBUTIONS. 14

GOVERNMENT AUTOURING STANDARDS (5

WITH CONTRIBUTING STANDARDS 16-18



# RECEIVED





EMPLOYING SECTIONISM SYSTEM

PROMULAL STATEMENTS TOGETHER WITH INSPECTION AUGUSTS BEFORE THE THE THE TRANSPORT PROMUNES II, 1996

report is a public document. A copy of the report has been submitted to the sudded, or reviewed, entity and other appropriate public officials. The report is available for public impection at the Sixon Ricego official of the Lighter Auditor and the support of the Lighter Auditor and the support of the Control of the Sixon Ricego of the office of the Sixon Ricego of the Ricego of

#### EMPLOYEES RETIREMENT SYSTEM, CITY OF NEW ORLEANS STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31, 196

MEETING.	
ARRETIONS Contribution	
Controller:	90.000.000
Topological Topological San Sal Will	236469
Towards for Million Services	60,000
TORONTONIA JOSE JYRESE	80,710
Trei Combetoc:	\$10,774,161
Invested bosic	
Phil appearance(depositation) in late value of increases.	
Necesties Leading	
Total beneficial forms	20,000,00
Les Dereitson Concess	
Invariant Exposus	(1,294,56%
Net bruninged buyer	20,430,463
WILL ARREST	10,240,479
Management.	
Patricinett Allewance	
Delany Husbiry Solomon	1,125,169
Andreid Drahde Enterses	
Separation Resistances Bellimin to Members	
	767,117
Transfer to the Nate Estimated System Transfer to the National and Water Stand	359/2N
Transition to MEP 2. R. N. Lamp Som Reaction Chart to Chapts of Phinadese.	159365
Cont of China Disposits	152,963
100 Alasedatra Esparas	19,799
TUDA: BILLETIONS	16,216,987
NUTRICIDADE NESSE CONSTANTANTO DE CRISCO.	
her shape in according principles (bloc E)	
HIGHWAND OF YEAR	224,000,044
NO ASSESSMENT YOUR	\$776,885,227

With respect to the internal custral strategies, two obtained are internationally of the cheign or foliation policies and previously must obsect their both of the proposal control risk in order to determine our multing procedures for the purpose of expressing our openione on the financial suscensis and not no provide on appliants on the internal coursel structure. Accordingly, we do not openion such as spiritum. For the purpose of this report, we have controlled to the purpose of the report provides and provides are provided and provides a

# Accounting Controls

Revenue, Accounts Receivable, and Cash Bacolpus Cycle
 Parchasos, Accounts Fasable, and Cash Distancement Cycle

Property, Plant, and Equipment

For all of the control categories listed above, we obtained an understanding of the design of

A national weakness is a repertable condition in which the design or operation of one or note of the internal control intercate elements does not reduce to a solidarily low level the risk that everture or irregalaritates to amount that would be material in relation to the financial engineers being audited may control and not be detected within a finety period by employees in the mental course of pullerizing their analysed fensions.

Our consideration of the immuni control security would not security divides at matters in the immuni ocean's securities that might be reportable contributes and secondaryly, would not unicovarily devices at reportable conditions that are able considered to be material sequincess, under the steadessly established by the American Tentime of Centified Public Accordance. However, we believe that the follows are restored in material seal-securing in defined state.

- No interior financial statements were propared within the audit period.
  - Investment subsidiary ledgers were not advocately maintained
  - Investment activity neuror documents (i.e. confirmations and investment statements) were not maintained in an orderly finding.



This report is intended for the information of the Board of Discours, management, and the City of New Orleans. However, this report is matter of public record, and its distribution is not kinded.

ASH C. S. J. J. C., New Orleans, Loudlands Some 11, 1997



on Controlle Contract

INHEPANIENT AUDITOR'S BUFORT ON INTERNAL CONTROL

The same of the sa

Now Chinase (the Bind, as of December 33, 1996 and have transf our exposs face). Asset 13, 1997. These Franciscal internation are the expossibility of the Plan's management. Our responsibility is to expose an opinion based on our analia.

We have conducted our under in necondaries with generally accepted auditing standard forecassions Auditing Standards, insteed by the Comparable General of the Unique S Three conductor require shot we plan and perform the sould to obtain resounch and

Guister I. In STEINE the representative, contents and pileptons by management and required measures for proceed benefit and actions and relations down strong policies where the content of the vertex recention, and action of the content of the content of the content of the transmission and acquarities, and that because are consistent or consistent or consistent of the transmission and acquarities, and the transmission are consistent or promotion of the transmission and acquarities, and the content of the promotion of the transmission of the content of the content of the content of the content of the following seep internal content seeds, or an important to an extraction next and not be described. More proposed and approximation of the states are force provide to the content of the content of

December 31, 1996, we obtained an understanding of the intense control searcher.



INTERPRETATION OF THE PROPERTY OF COMPUTANCE

We construed our wide in accordance with constally account autitor standard, and Compliance with laws, regulations, contracts, and green applicable to the Plan is the

# EMPLOYEES' RETIREMENT SYSTEM OF THE CITY OF NEW ORLEANS HISTORY ALTERNATION

HISTORICAL TREND INFORMATION

NOTES TO SCHOOLE OF FINENCE PROGRESS AND SCHOOLE OF CONTRIBUTIONS

DETAILED IN PROTHED LIGHT PROFILE VI. 1994.

The information processed in the Schedule of Funding Progress and the Subulate of Contributions nonderived from the automial velocities as of the data indicated. Additional information is presented before profession.

Odminim Base December 33, 1996

Asset Valuation Method Advanced Method Valuation (see a second leads and lea

Actuarial Assumptions

Arrestoral Relations

The appropriate to the processor of the proces

Projected Salary Increases 7% compounded annually

Americation Mathod: This association period has thisteen years remaining and the amount is "focuse"

End of the Assortionism Period: Documber 31, 2003

Hierarical trend information since 1999 is designed to provide information about the IMPLOTES' RETREMENT SYSTEM OF THE CITY OF NEW ORLEANS INVESTIGATION

chedwi	e:	SCHEDULE OF FUNDING PROGRESS				
Your	Actuarial Value of Assats (1)	Actuarial Accused Liability (AAL) (2)*	Porcent Funded by Employer (1-2) (1)	Clarifolded AAL (UAAL) (2-1) (4)	Annual Covered Pagnoll (F)	CAAL as a Poscortage of Covered Populit (4-5) 00
1999	148,638,645	158,309,841	99.12	18.671.396	58,074,857	18.06

4.785.673 4,565,802 79,450,253