

1949
NEW ZEALAND

NATIONAL PROVIDENT FUND

THIRTY-EIGHTH ANNUAL REPORT OF THE BOARD, FOR THE YEAR ENDED
31st DECEMBER, 1948

*Presented to Both Houses of the General Assembly Pursuant to the National Provident Fund
Act, 1926, Sections 72 and 74*

PART I—THE FUND (SECTION 72)

1. Established by special Act in 1910, the Fund, during its thirty-eight years of operation, has made progress unequalled by any New Zealand Institution; its accumulated funds now exceed £10,000,000, and the summarized figures for the three annual periods ended 31st December, 1938, 1943, and 1948 provide a ready basis for comparative analysis:—

	1938.	1943.	1948.
New contributors	4,064	2,846	2,527
Total contributors	29,439	28,352	24,456
Pensioners	847	1,324	2,147
Income—	£	£	£
Contributions	313,900	349,096	573,680
Interest (including fines)	198,995	260,238	316,539
Total income (including State subsidy)	653,392	718,075	1,068,204
Outgo—			
Pensions	73,691	110,233	202,004
Other benefits	204,254	173,046	266,108
Total outgo	355,721	287,295	472,961
Funds at end of year	5,290,258	7,293,137	10,181,854
Effective interest earnings (per cent.)	£3 18s. 2d.	£3 14s. 1d.	£3 5s. 0d.

2. While the wartime recession in membership has not yet been retrieved, steps have been taken to extend the scope of the Fund, and pensions of up to £6 weekly may now be secured on very liberal terms. These pensions, taken in conjunction with the subsidiary benefits, providing for the family on earlier incapacity or death, enable persons not otherwise provided with superannuation to make provision against the reduction in income following on retirement.

3. Despite continuing staffing difficulties, the calls made on the time and energy of the staff have been well met and arrears of work are being overtaken.

PART II—STATE SUBSIDY (SECTION 74)

The amount of subsidy paid by the State for the year was £152,191.

W. NASH, Chairman of the Board.

W. L. COMRIE, Superintendent.

Wellington, 23rd September, 1949.

NATIONAL PROVIDENT FUND

(1) REVENUE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER, 1948

	£	National Provident Fund Act, 1926—	£
Amount of Fund at beginning of year (1st January, 1948) ..	9,586,611	Refund of contributions on lapse, reduction, and withdrawal (secs. 11, 12, and 13) ..	145,102
National Provident Fund Act, 1926—		Refund of contributions in lieu of pension (sec. 14) ..	21,934
Contributions ..	573,680	Incapacity allowances (secs. 17 and 18), including contributions waived on incapacity (£100) ..	13,806
Interest ..	316,146	Death: Refund of contributions (secs. 15 (5) and 16) ..	39,918
Fines (sec. 11 (4)) ..	393	Death: Allowances on account of widows and children (sec. 15) ..	45,348
Government contribution under Act (secs. 52 and 74 (2)) ..	152,191	Pensions (secs. 13 and 48) ..	203,004
Contributions over-paid on exit ..	396	Refund of contributions overpaid on exit ..	396
Benefits refunded on exit (secs. 11 to 16 and 28) ..	23,901	Public Trustee: Charges ..	3,352
Miscellaneous receipts ..	1	War-risk insurance premiums ..	101
Refunds unclaimed ..	1,496	Amount of Fund at end of year (31st December, 1948) ..	10,181,854
	<u>£10,654,815</u>		<u>£10,654,815</u>

BALANCE-SHEET AS AT 31ST DECEMBER, 1948

<i>Liabilities</i>	£	<i>Assets</i>	£
Fund as per Revenue Account ..	10,181,854	In hands of Public Trustee—	
National Provident Fund Act, 1926—		Invested ..	9,939,942
Claims due and in course of payment*—		Uninvested ..	28,607
Death: Refunds (sec. 16) ..	1,621	Disbursement Account ..	7,392
Death: Refunds (sec. 15 (5)) ..	774	Post Office ..	28,569
Death: Allowances (sec. 15) ..	253	Balances in transit ..	47,697
Pensions (secs. 13 and 48) ..	1,055	National Provident Fund Act, 1926—	
Allowances (sec. 17) ..	38	Contributions outstanding or in course of transmission*—	
Refunds of contributions in lieu of pension (sec. 14) ..	1,402	(a) Contributions due but not overdue ..	151,955
Public Trustee: Charges* ..	806	(b) Contributions overdue ..	2,228
Refunds in Suspense ..	90,607	Government subsidy due under Act* (secs. 52 and 74 (2)) ..	152,191
Suspense Account ..	4,540	Fines due* (sec. 11 (4)) ..	139
Contributions prepaid ..	55,993	Interest due* ..	123
Investment Fluctuation Reserve ..	100,000	Interest accrued but not due* ..	80,100
	<u>£10,438,943</u>		<u>£10,438,943</u>

* Included in Revenue Account.

W. L. COMRIE, Superintendent.

R. S. BROWN, Accountant.

Wellington, 14th September, 1949.

I hereby certify that the Revenue Account and Balance-sheet have been duly examined and compared with the relative books and documents submitted for audit, and correctly state the position as disclosed thereby.—J. P. RUTHERFORD, Controller and Auditor-General.

(2) NUMERICAL STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 1948

	Numbers.																			Annual Contributions.		
	Class 1.				Class 2.				Class 3.				Class 4.				Class 5.				Aggregate.	
	Pension Rate, 10s.		Pension Rate, 20s.		Pension Rate, 30s.		Pension Rate, 40s.		Superannuation.		M.		F.		M.		F.					
	M.	T.	M.	T.	M.	T.	M.	T.	M.	T.	M.	T.	M.	T.	M.	T.	M.	T.				
Number of contributors at commencement of year	11,286	708	11,994	2,231	343	2,574	206	49	255	583	132	715	5,491	4,693	10,184	19,797	5,925	25,722	422,871			
New entrants during the year	307	35	342	125	22	147	17	6	23	50	7	57	732	1,226	1,958	1,231	1,206	2,527	71,426			
Transfer from another class	21	3	24	90	4	94	12	1	13	25	7	32	17	..	17	165	15	180	42,567			
Increase due to adjustment on age-error, &c.	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	1
Total ..	11,614	746	12,360	2,446	369	2,815	235	56	291	638	146	804	6,240	5,919	12,159	21,133	7,236	28,429	536,865			
Discontinuances, &c. (as per detailed statement below)	868	100	968	217	45	262	26	7	33	62	10	72	836	1,802	2,638	2,009	1,964	3,973	68,300			
Total at end of year ..	10,746	646	11,392	2,229	324	2,553	209	49	258	596	136	732	5,404	4,117	9,521	19,184	5,272	24,456	468,565			

Details of Discontinuances, &c., During the Year

	37	3	40	8	1	9	..	6	3	..	9	..	24	1	1	27	..	32	72	10	82
Death	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..
Notice of withdrawal	280	54	334	96	30	126	11	6	1	6	14	1	14	1	15	711	1,772	2,483	1,117	1,863	2,980
Lapse and cancellation	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..
Attainment of pension age	121	11	132	22	3	25	3	..	3	3	3	6	96	1	1	..	..	121	245	34	444
Transfer to another class	99	6	105	32	5	37	12	..	3	15	21	1	..	..	22	1	..	..	165	15	180
Decrease due to adjustment on age-error, &c.	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..
Total ..	868	100	968	217	45	262	26	7	33	62	10	72	836	1,802	2,638	2,009	1,964	3,973	68,300		

Numerical Progress Since Establishment

Total entered	65,332	5,856	71,188	10,858	1,538	12,396	1,168	208	1,276	11,562	347	1,909	15,431	30,561	45,992	94,351	38,510	132,861	..
Total transferred from other classes	4,805	278	5,083	3,591	337	3,928	656	91	747	1,035	96	1,131	186	17	203	10,273	819	11,092	..
Total discontinued	70,137	6,134	76,271	14,449	1,875	16,324	1,824	299	2,123	2,597	443	3,040	15,617	30,578	46,195	104,624	39,329	143,953	..
Total transferred to other classes	55,614	5,176	60,790	7,542	1,230	8,772	817	146	963	1,056	225	1,281	10,138	26,461	36,599	75,167	33,238	108,405	..
Total contributors on books at 31st December, 1948	3,777	312	4,089	4,678	321	4,999	798	104	902	945	82	1,027	75	..	75	10,273	819	11,092	..
Total contributors on books at 31st December, 1948	59,391	5,488	64,879	12,220	1,551	13,771	1,615	250	1,865	2,001	307	2,308	10,213	26,461	36,674	85,440	34,067	119,497	..
Total contributors on books at 31st December, 1948	10,746	646	11,392	2,229	324	2,553	209	49	258	596	136	732	5,404	4,117	9,521	19,184	5,272	24,456	468,565

NATIONAL PROVIDENT FUND ACT, 1926

Contributors (General)

(3) STATEMENT OF PENSIONS AND ALLOWANCES FOR THE YEAR ENDED 31ST DECEMBER, 1948

	On Death.			On Incapacity.			On Attainment of Age 60.			Total Pensions and Allowances.		
	Number.		Annual Amount.	Number.		Annual Amount.	Number.		Annual Amount.	Number.		Annual Amount.
Existing at beginning of year	M. 202	F. ..	£ 13,442	M. 23	F. ..	£ 1,248	M. 913	F. 199	£ 41,965	M. 1,138	F. 199	£ 56,655
Granted during the year	19	..	1,170	18	..	702	136	17	5,259	173	17	7,131
Total	221	..	14,612	41	..	1,950	1,049	216	47,224	1,311	216	63,786
Discontinued during the year (as per statement below)	10	..	858	20	..	749	21	4	962	51	4	2,569
Existing at end of year	211	..	13,754	21	..	1,201	1,028	212	46,262	1,260	212	61,217

Particulars of Pensions and Allowances Discontinued During the Year

Discontinued by death	..	..	..	5	..	182	21	4	962	26	4	1,144
Expiry	..	..	858	15	..	567	..	..	..	25	..	1,425
Total	..	..	858	20	..	749	21	4	962	51	4	2,569

Contributors (Superannuation—Sections 22, 38, and 54 of the Act)

(3A) STATEMENT OF RETIRING AND OTHER ALLOWANCES FOR THE YEAR ENDED 31ST DECEMBER, 1948

	On Death.			On Medical Unfitness.			On Retirement (Age or Service).		Total Retiring and other Allowances.			
	Number.		Annual Amount.	Number.		Annual Amount.	Number.		Annual Amount.	Number.		Annual Amount.
Existing at beginning of year	M. 336	F. ..	£ 18,129	M. 84	F. 16	£ 11,361	M. 599	F. 272	£ 136,124	M. 1,019	F. 288	£ 165,614
Granted during the year	42	..	19,215	9	..	2,480	66	25	37,149	117	25	58,844
Total	378	..	37,344	93	16	13,841	665	297	173,273	1,136	313	224,458
Discontinued during the year (as per statement below)	15	..	1,638	9	3	1,718	50	5	8,269	74	8	11,625
Existing at end of year	363	..	35,706	84	13	12,123	615	292	165,004	1,062	305	212,833

Particulars of Retiring and Other Allowances Discontinued During the Year

Discontinued by death	10	..	780	3	..	650	50	5	8,269	63	5	9,699
Expiry	5	..	858	6	3	1,068	..	..	..	11	3	1,926
Total	15	..	1,638	9	3	1,718	50	5	8,269	74	8	11,625

NATIONAL PROVIDENT FUND

PROGRESS OF PENSIONS AND ALLOWANCES SINCE THE ESTABLISHMENT OF THE FUND TO 31ST DECEMBER, 1948

	On Death.			On Incapacity.			On Maturity (Age or Service).		Total Pensions and Allowances.			
	Number.	Annual Amount.		Number.	Annual Amount.		Number.	Annual Amount.	Number.	Annual Amount.		
Total granted ..	M. 1,186	F. 1	£ 84,388	M. 882	F. 60	£ 69,098	M. 2,352	F. 591	£ 292,893	M. 4,420	F. 652	£ 446,379
Total discontinued ..	612	1	34,928	777	47	55,774	709	87	81,627	2,098	135	172,329
Total existing at 31st December, 1948	574	..	49,460	105	13	13,324	1,643	504	211,266	2,322	517	274,050

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