

1926.
NEW ZEALAND.

ACCIDENT INSURANCE BRANCH OF THE STATE FIRE INSURANCE OFFICE

(ANNUAL REPORT ON THE) FOR THE YEAR ENDED 31st DECEMBER, 1925.

Presented to both Houses of the General Assembly pursuant to Section 22 of the Government Accident Insurance Act, 1908.

State Fire Insurance Office, Wellington, 14th May, 1926.

I HAVE the honour to submit the twenty-fifth annual report of the Government Accident Insurance Office for the year ended 31st December, 1925, together with the Revenue Account and Balance-sheet.

In accordance with the provisions of the Government Accident Insurance Amendment Act, 1924, the control of the Government Accident Insurance Office passed from the Government Insurance Commissioner to the State Fire Insurance General Manager as from the 1st January, 1925. The transfer, and the organization of the Office as a branch of the State Fire Office, occupied the greater part of the year, but the results achieved already indicate that the association of State fire and accident insurance meets the convenience of the insuring public and is advantageous to both Departments. The following comparison with the previous year shows the progress made :—

Income—	1924.	1925.
Net premiums	£39,613	£49,966
Interest	£8,372	£8,983
Outgo—		
Claims	£24,764	£30,552
Ratio of claims to premiums (per cent.) ..	62·5	61·15
Ratio of working-expenses to premiums (per cent.) ..	26·7	26·6
Reserves and funds at 31st December	£174,883	£187,934
Total assets at 31st December	£187,836	£202,003

Premium Income.—The increase in premium income for the year, £10,353 (representing an increase of over 26 per cent.), constitutes a record in the history of the Accident Branch.

Claims.—The claim ratio over the whole of the business was slightly lower than for 1924, but the ratio in workers' compensation insurance followed the rising tendency of the last two years and was higher than in the previous year.

Motor-car Comprehensive and Plate-glass Insurance.—During the year the Department accepted for the first time motor-car comprehensive and plate-glass insurance. Only a small amount of business was written by the end of the year, but it is anticipated that the addition of these classes of insurance will materially assist the Office and be appreciated by policyholders who wish to have the whole of their insurances with the State Department.

J. H. JERRAM, General Manager.

REVENUE ACCOUNT OF THE ACCIDENT BRANCH OF THE STATE FIRE INSURANCE OFFICE FOR THE
YEAR ENDED 31ST DECEMBER, 1925.

	£	s.	d.		£	s.	d.
Premiums after deduction of reinsurances	49,966	16	6	Free year bonus on personal accident policies	197	0	0
Interest	8,983	1	2	Claims	30,552	10	11
Less land and income tax	1,874	8	11	Commission	5,589	16	8
	7,108	12	3	Salaries	6,025	0	0
				Contribution to Public Service Superannuation Fund	145	0	0
				Expenses of management	1,515	0	11
				Further appropriation to reserve for unearned premiums	4,660	1	5
				Amount of Accident Funds, 31st December, 1925	8,390	18	10
	£57,075	8	9		£57,075	8	9

BALANCE-SHEET OF THE ACCIDENT BRANCH OF THE STATE FIRE INSURANCE OFFICE ON 31ST
DECEMBER, 1925.

<i>Liabilities.</i>	£	s.	d.	<i>Assets.</i>	£	s.	d.
Accident Funds, as per Revenue Account	8,390	18	10	Debentures issued under authority of the Finance Act, 1915	10,000	0	0
Claims admitted (proofs not yet completed)	12,000	0	0	New Zealand inscribed stock—War loans	100,500	0	0
Government taxes	1,229	7	2	New Zealand inscribed stock	3,000	0	0
Commission	684	18	11	Local-authority securities	26,000	0	0
Premium and other deposits	100	14	3	Mortgages on property	49,030	0	0
Sundry creditors	54	0	0		£	s.	d.
Officers' Fidelity Fund	500	0	0	Overdue interest	26	14	9
Reserve for unearned premiums	22,485	1	5	Outstanding interest due but not overdue	30	0	0
Investment Fluctuation Reserve	3,000	0	0	Interest accrued but not due	2,342	4	9
Reserve Fund constituted under section 6 of the Government Accident Insurance Amendment Act, 1924	153,558	6	0		2,398	19	6
	£202,003	6	7	Agents' balances	212	3	11
				Sundry debtors	6,819	8	4
				Cash in hand and on current account	4,042	14	10
					£202,003	6	7

5th March, 1926.

J. H. JERRAM, General Manager.
C. B. REDWARD, Accountant.

I hereby certify that the Revenue Account and Balance-sheet have been duly examined and compared with the books and documents submitted for audit, and correctly state the position as disclosed thereby.

G. F. C. CAMPBELL,
Controller and Auditor-General.

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