

1928.  
NEW ZEALAND.

## PUBLIC SERVICE SUPERANNUATION BOARD

(TWENTIETH ANNUAL REPORT OF THE), WITH ACCOUNTS, FOR THE FINANCIAL YEAR  
ENDED 31ST MARCH, 1928.

*Presented to Parliament pursuant to the provisions of the Public Service Superannuation Act, 1927.*

### REPORT.

THE Board has the honour to submit the following report upon the transactions in connection with the Public Service Superannuation Fund:—

The Revenue Account, balance-sheet, and statements regarding membership and retiring and other allowances will be found appended.

*Contributors.*—The number of new contributors who joined the scheme during the year, and other particulars, are contained in the following table:—

Rate per Cent. of Contribution as provided by the Act.	Number.			Annual Salary.	Annual Contributions.
	Male.	Female.	Total.		
5	646	219	865	£ 111,059 5 0	£ 5,552 19 3
6	45	10	55	14,152 10 0	849 3 0
7	34	8	42	12,191 13 4	853 8 4
8	18	6	24	7,108 15 0	568 14 0
9	7	2	9	4,228 6 8	380 11 0
10	1	...	1	315 0 0	31 10 0
Transfers from other funds	4	...	4	1,156 0 0	62 1 0
Totals ...	755	245	1,000	150,211 10 0	8,298 6 7

The following table contains particulars of the public servants who were contributing to the fund on 31st March, 1928 (after allowing for deaths, retirements, and withdrawals), grouped according to their respective rates of contribution:—

Rate per Cent. of Contribution as provided by the Act.	Number.			Annual Salary.	Annual Contributions.
	Male.	Female.	Total.		
5	11,611	1,610	13,221	£ 3,230,839 11 8	£ 161,541 19 7
6	1,573	141	1,714	574,248 19 2	34,454 18 9
7	997	104	1,101	368,648 15 0	25,805 8 3
8	600	71	671	225,696 0 10	18,055 13 8
9	219	17	236	79,762 18 4	7,178 13 3
10	55	4	59	19,849 7 6	1,984 18 9
Totals ...	15,055	1,947	17,002	4,499,045 12 6	249,021 12 3

*Retiring and other Allowances.*—Pensions for £24,397 6s. per annum were granted during the year as follows: For age or length of service, £18,733 17s. to 93 members (80 male and 13 female members); for medical unfitness for duty, £2,617 9s. to 24 members; to widows and children of deceased members, £1,798 per annum to 58 widows, and £1,248 per annum to 48 children.

Under section 27 of the Finance Act, 1925, the statutory allowances to widows and children were increased from £18 to £31 per annum, and from 5s. per week to 10s. per week respectively. The additional expenditure on this account is recovered from the Consolidated Fund.

Those officers who retired during the year and who possessed compensation rights under the Civil Service Act, 1866, would have been entitled to receive the sum of £3,603, the amount of compensation accrued to the date when they joined the Superannuation Fund had they not become participants in the benefits of the fund. The total amount of such compensation for which the fund became liable since the initiation of the scheme is £550,964. To this amount must be added accretions to the date of retirement, approximately £133,000, for which the Consolidated Fund would otherwise have been liable, and the whole may be fairly set against the total subsidies paid to the fund during the past twenty years, amounting to £1,376,500.

Seventy retiring-allowances were discontinued by death, and eighty-nine for other causes—viz., eight widows remarried, and seventy-nine children reached the age of fourteen, and two annuitants retired as medically unfit were reappointed to the Service.

The annual amount payable at the close of the year was £342,881 7s. 4d., as shown in the statement attached.

*Income.*—The total income for the year was made up as follows:—

	£
Members' ordinary contributions ... ..	249,301
Subsidy, Cook and Samoa Administration ... ..	1,145
Contributions from Government ... ..	99,810
Fines, &c. ... ..	305
Interest ... ..	146,790
<b>Total income for year ... ..</b>	<b>£497,351</b>

*Outgo.*—The pensions paid during the year to contributors who have retired and to dependants of deceased contributors amounted to £338,138 0s. 4d.—viz., £307,352 4s. 2d. to members, and £30,785 16s. 2d. to widows and children.

Refunds of contributions to contributors who have left the Service amounted to £34,352 11s. 8d., while the refunds under section 42 to personal representatives of deceased contributors and annuitants amounted to £14,722 4s. 6d.

Four contributors who were retired elected to accept a refund of their contributions under section 34, amounting to £939 3s., in lieu of retiring-allowances.

Three contributors were transferred to other funds in accordance with the provisions of section 120, and their contributions, amounting to £465 8s. 2d., were accordingly transferred to such other funds. The salaries of the staff and other office expenses were £2,723 2s. and £1,505 0s. 3d. respectively. The Public Trustee's commission on interest collected amounted to £3,638 0s. 6d. Medical fees for reports under section 32 amounted to £66 3s. During the year a mortgage security was realized at a loss of £1,000 of principal and of £658 7s. 7d., arrears of interest and expenses of realization. The total outgo for the year was £398,386 17s. 5d.

*Accumulated Funds.*—These amounted at the end of the year to £2,528,454 5s. 6d.

*Balance-sheet.*—On the 31st March the total assets of the fund, which include provision for the outstanding accounts; amounted to £2,620,003 16s. 9d. The balance-sheet appended gives full particulars as to the liabilities and assets.

*Investment of the Fund.*—The total investments of the fund at each rate of interest were as follows:—

Inscribed stock:—	£	
5 per cent. ... ..	4,500	
5½ per cent. ... ..	250,000	
5½ per cent. ... ..	146,350	
6 per cent. ... ..	40,000	
Debenture securities:—		
4½ per cent. ... ..	15,000	
5 per cent. ... ..	33,102	
5½ per cent. ... ..	15,423	
6 per cent. ... ..	418,575	
6½ per cent. ... ..	5,000	
		927,950
Mortgage securities:—		
5 per cent. ... ..	2,655	
5½ per cent. ... ..	12,320	
6 per cent. ... ..	1,460,433	
6½ per cent. ... ..	151,590	
		1,626,998
<b>Total ... ..</b>	<b>£2,554,948</b>	

The above total includes £21,509 11s. invested on Stipendiary Magistrates' Account.

The average rate of interest earned for the financial year on the mean funds was £6 1s. 8d. per cent., as compared with £6 1s. per cent. for the previous year.

*Progress of the Fund.*—The following table illustrates the position of matters in relation to the fund since its inception :—

	Year ended 31st December,				Year ended 31st March, 1928.
	1908.	1912.	1916.	1921.	
Total number of contributors ...	7,235	10,027	13,313	15,782	17,002
Total amount contributed annually ...	£79,831	£109,840	£141,844	£248,020	£249,022
Interest received ...	£1,295	£16,257	£42,314	£85,312	£146,790
Number of pensions and allowances payable	122	683	1,233	1,949	2,680
Annual value of retiring and other allowances payable	£8,881	£53,385	£88,392	£163,355	£342,881
Total amount of contributions refunded	£484	£10,749	£23,391	£51,705	£50,193
Expenses of administration ...	£890	£1,144	£2,318	£4,615	£7,932
Total amount of accumulated fund ...	£71,481	£423,556	£896,568	£1,716,837	£2,528,454

W. NOSWORTHY, Chairman.

#### PUBLIC SERVICE SUPERANNUATION FUND.

##### STATEMENT OF CONTRIBUTORS FOR THE YEAR ENDED 31st MARCH, 1928.

	Number.			Annual Salary.	Annual Contributions.
	M.	F.	Total.		
Contributors at beginning of the year ..	14,908	2,006	16,914	£ 4,409,361 0 0	£ 245,635 3 1
New contributors entered during the year ..	751	245	996	149,055 10 0	8,236 5 7
Contributors transferred from other funds ..	4	..	4	1,156 0 0	62 1 0
Increase by promotion during the year ..	..	..	..	146,611 5 10	7,584 14 4
Totals .. ..	15,663	2,251	17,914	4,706,138 15 10	261,518 4 0
Contributions discontinued during the year ..	608	304	912	207,138 3 4	12,496 11 9
Total contributors at end of year	15,055	1,947	17,002	4,499,045 12 6	249,021 12 3

##### PARTICULARS OF CONTRIBUTIONS DISCONTINUED DURING THE YEAR.

How discontinued.	Number.			Annual Salary.	Annual Contributions.	Amount paid on Retirement.	Retiring-allowance granted.
	M.	F.	Total.				
By death before retiring-allowance entered upon (secs. 42 and 43)	64	2	66	£ 24,116 18 4	£ 1,635 12 8	£ 14,227 11 7	£ 1,976 0 0
By retirement before retiring-age (sec. 37)	436	286	722	133,663 16 8	7,245 0 1	34,352 11 8	..
By retirement (sec. 34) ..	4	..	4	1,133 11 8	89 17 5	939 3 0	..
By retirement medically unfit (sec. 32) ..	21	3	24	7,512 2 6	454 16 1	..	2,617 9 0
By retirement at retiring-age or for length of service (sec. 26)	80	13	93	37,000 17 6	2,863 8 1	..	18,733 17 0
By transfer to other funds (sec. 120) ..	3	..	3	1,210 0 0	65 13 0	465 8 2	..
By reduction .. ..	..	..	..	2,500 16 8	142 4 5	..	..
Totals .. ..	608	304	912	207,138 3 4	12,496 11 9	49,984 14 5	23,327 6 0

##### PROGRESS OF CONTRIBUTORS SINCE DATE OF ESTABLISHMENT OF THE FUND TO 31st MARCH, 1928.

	Number.			Annual Salary.	Annual Contributions.
	M.	F.	Total.		
Total entered .. ..	30,093	7,069	37,162	£ 8,262,268 0 0	£ 488,837 17 4
Total discontinued .. ..	15,038	5,122	20,160	3,763,222 7 6	239,816 5 1
Total existing at 31st March, 1928 ..	15,055	1,947	17,002	4,499,045 12 6	249,021 12 3

## REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1928.

	£	s.	d.		£	s.	d.
Amount of fund at beginning of year	2,429,290	7	11	Retiring-allowances—			
Members' contributions—				To members .. .. .	307,352	4	2
Under section 19 (ordinary) ..	248,790	5	1	To widows and children .. ..	30,785	16	2
Transferred from other superan-				Contributions returned—			
nuation funds .. .. .	510	10	2	Under section 37 (left service) ..	34,352	11	8
Interest on arrears of contributions	439	8	1	Under section 42 .. .. .	14,722	4	6
Government subsidy—				Under section 34 .. .. .	939	3	0
Statutory .. .. .	86,000	0	0	Under section 22 (g) .. .. .	178	16	5
Section 114, Public Service Super-				Contributions to other superannuation			
annuation Act, 1927 .. ..	13,810	10	0	funds (section 120) .. .. .	465	8	2
Interest on investments .. .. .	146,351	3	6	Loss on realization of security ..	1,658	7	7
Fines, &c. .. .. .	305	5	2	Expenses—			
Subsidy—Cook Islands and Samoa ..	1,144	10	2	Medical fees .. .. .	66	3	0
	£ s. d.			Salaries .. .. .	2,723	2	0
Refunds, adjusting charges	123	0	4	Audit fees .. .. .	50	0	0
	76	2	6	Heating and lighting .. .. .	9	15	3
	—————			Rent .. .. .	197	0	0
		199	2 10	Cleaning .. .. .	65	14	4
				Messenger service .. .. .	53	5	0
				Public Trustee's charges .. ..	3,638	0	6
				Furniture and fittings .. .. .	6	14	11
				Contingencies .. .. .	54	18	5
				Printing and stationery .. ..	167	17	4
				Typewriter and other machines			
				(upkeep) .. .. .	7	18	6
				Postages, telegrams, and services ..	165	10	0
				Post and Telegraph charges .. ..	726	6	6
				Balance as at 31st March, 1928 ..	2,528,454	5	6
	<u>£2,926,841</u>	<u>2</u>	<u>11</u>		<u>£2,926,841</u>	<u>2</u>	<u>11</u>

## BALANCE-SHEET AS AT 31ST MARCH, 1928.

<i>Liabilities.</i>			<i>Assets.</i>		
	£	s. d.		£	s. d.
Superannuation Fund Account—			Amount invested by the Board ..	2,533,438	18 1
Balance due from Revenue Account	2,528,454	5 6	Contributions due in course of trans-		
Add value of office furniture, fittings, and machinery .. ..	565	12 4	mission .. ..	21,304	18 4
			Interest due and accrued .. ..	44,455	0 1
	2,529,019	17 10	Subsidy—		
Retiring and other allowances due, in course of payment—			Cook Islands and Samoa ..	160	10 5
To members .. ..	3,165	4 0	Section 114, Public Service Superan-		
To widows and children .. ..	360	8 2	uation Act, 1927 .. ..	54	13 2
Refund of contributions due, in course of payment—			Balance in hands of Public Trustee ..	12,253	7 7
Under section 37 (left service) ..	1,233	0 5	Bank account .. ..	5,195	0 9
Under section 42 (death) .. ..	654	10 0	Office furniture, fittings, and machinery	565	12 4
Under section 120 (other funds) ..	95	10 10	Rates and taxes paid on account of		
Expenses due, in course of payment—			mortgagors (recoverable) .. ..	2,032	16 4
Medical fees .. ..	2	2 0	Cost-of-living bonus (recoverable from		
Public Trustee's charges .. ..	1,111	7 6	Consolidated Fund) .. ..	260	4 4
Heating and lighting .. ..	1	18 9	Sundry debtor—Mortgage Account ..	282	15 4
Printing and stationery .. ..	7	5 9			
Post and Telegraph charges .. ..	152	2 6			
Typewriter, &c. (upkeep) .. ..	0	9 0			
Postages, &c. .. ..	9	0 4			
Contributions paid in advance or in error .. ..	289	11 4			
Unclaimed account (contributions, &c.)	1,613	6 1			
Balance, Government subsidy* ..	64,500	0 0			
Post Office Account .. ..	17,788	2 3			
	£2,620,003	16 9		£2,620,003	16 9

\* The Government subsidy is paid in January of each year. Owing to the change in the date of the financial year, to show the true position of the Fund it is necessary to state this item as a liability.

SUBSIDIARY ACCOUNT.

*Cost-of-living Bonus paid to Annuitants of the Public Service Superannuation Fund on behalf of the Treasury.*

	£	s.	d.		£	s.	d.
To Amount disbursed for period 1st April, 1927 to 31st March, 1928 ..	3,430	8	3	By Amount received from Treasury ..	3,170	3	11
				Balance due, 31st March, 1928 ..	260	4	4
	<u>£3,430</u>	<u>8</u>	<u>3</u>		<u>£3,430</u>	<u>8</u>	<u>3</u>

## STIPENDIARY MAGISTRATES' ACCOUNT.

*Revenue Account for the Year ended 31st March, 1928.*

	£	s.	d.		£	s.	d.
Amount of fund, 1st April, 1927 .. ..	19,426	3	10	Administration expenses .. ..	34	18	2
Members' contributions (section 63, Public Service Superannuation Act, 1927) .. ..	1,871	10	0	Retiring-allowances .. ..	962	10	0
Interest on investments .. ..	1,209	5	4	Balance as at 31st March, 1928 .. ..	21,509	11	0
	<u>£22,506</u>	<u>19</u>	<u>2</u>		<u>£22,506</u>	<u>19</u>	<u>2</u>

*Balance-sheet as at 31st March, 1928.*

<i>Liabilities.</i>	£	s.	d.	<i>Assets.</i>	£	s.	d.
Accumulated Fund .. ..	<u>21,509</u>	<u>11</u>	<u>0</u>	Amount invested .. ..	<u>21,509</u>	<u>11</u>	<u>0</u>

WILLIAM M. WRIGHT, Secretary.

R. S. WOGAN, Accountant,

Wellington, 15th June, 1928.

Public Service Superannuation Board.

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

PUBLIC SERVICE SUPERANNUATION FUND.

STATEMENT OF RETIRING AND OTHER ALLOWANCES FOR THE YEAR ENDED 31st MARCH, 1928.

	Section 26: On Attainment of Retiring-age or for Length of Service.				Section 32: Medically unfit.				Section 61: Police Injured on Duty				Section 28, Finance Act, 1921.				Section 42: Widows.				Sections 42 (c) and 43 (a): Children.				Total Retiring and other Allowances.																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																				
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PARTICULARS OF RETIRING AND OTHER ALLOWANCES DISCONTINUED DURING THE YEAR.

How discontinued—																					
By death	45	3 48	7,969 3 4	8	..	8	723 11 0	..	..	..	..	..	14	434	..	..	..	53	17 70	9,126	14 4
By expiry	..	..	..	2	..	2	88 18 0	..	..	..	..	..	8	248	42	37 79	2,054	44	45 89	2,390	18 0
Totals	45	3 48	7,969 3 4	10	..	10	812 9 0	..	..	..	..	..	22	682	42	37 79	2,054	97	62 159	11,517	12 4

PROGRESS OF RETIRING AND OTHER ALLOWANCES SINCE ESTABLISHMENT OF THE FUND TO 31st MARCH, 1928.

Total granted	1874	182 2056	373,722 18 0	348	31	379	29,996 17 5	12	1,564 17 0	49	7,688 8 0	893	25,473	554	515 1069	21,827	2837	1621 4458	460,273	0 5
Total discontinued	647	22 669	85,443 1 7	190	9	199	14,768 19 0	3	337 12 6	3	350 0 0	233	5,013	935	336 671	11,479	1178	600 1778	117,391	13 1
Total existing at 31st March, 1928	1227	160 1387	288,279 16 5	158	22	180	15,227 18 5	9	1,227 4 6	46	7,338 8 0	660	20,460	219	179 398	10,348	1659	1021 2680	342,881	7 4

\* Includes allowances granted under section 52, Finance Act, 1920.

WILLIAM M. WRIGHT, Secretary.  
R. S. WOGAN, Accountant.

Wellington, 15th June, 1928.

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