

1935.
NEW ZEALAND.

EDUCATION: TEACHERS' SUPERANNUATION FUND.

Presented to both Houses of the General Assembly by Command of His Excellency.

No. 1.—TWENTY-NINTH ANNUAL REPORT OF THE TEACHERS' SUPERANNUATION BOARD.

FOR THE YEAR ENDED 31ST JANUARY, 1935.

The Hon. the Minister of Education.

SIR,—

Wellington, 15th May, 1935.

The Board has to submit the following report for the year ended the 31st January, 1935 :—

The Board.—The usual quarterly meetings of the Board were held in February, May, August, and November.

The following figures show the transactions, &c., of the fund for the year ended 31st January, 1935, as compared with those for previous year :—

	1935.	1934.
Contributors on roll at 31st January	8,500	8,903
Decrease from previous year	403	452
Retiring and other allowances—		
Annual rate granted during year	£15,577	£11,883
Total annual rate at 31st January	£304,860	£299,667
Number granted during year—		
On retirement	84	60
To widows	29	27
To children	8	17
Number discontinued during year—		
By death	69	58
By other causes	14	7
Number current at 31st January—		
Retired members	1,575	1,542
Widows and children	344	339
Income for year—	£	£
Contributions	114,699	114,775
Government subsidy—		
Section 112 of Act	43,000	43,000
Section 114 of Act	4,538	4,143
Section 17, Finance Act (No. 2), 1934	108,000	..
Special on account of interest reductions	10,510	8,805
Total Government subsidy	166,048	55,948
Interest	48,327	54,310
Profit on realization of investments, &c.	750	1,462
Total income	£329,824	£226,495

						1935.	1934.
Expenditure—						£	£
Retiring and other allowances	..	..	..	..	..	306,350	299,516
Contributions refunded or transferred	..	..	..	..	..	33,462	31,802
Administration expenses, &c. ..	..	..	..	..	..	3,887	3,634
Total expenditure	..	..	..	..	..	£343,699	£334,952
						£	£
Net loss for year	..	..	..	..	..	13,875	108,457
Balance at credit of Fund	..	..	..	..	..	989,310	1,003,185
Funds invested at 31st January—							
At 4 per cent.	..	..	..	..	..	59,820	2,855
At 4 $\frac{1}{4}$ per cent.	..	..	..	..	..	54,160	81,180
At 4 $\frac{2}{5}$ per cent.	..	..	..	..	..	..	400
At 4 $\frac{1}{2}$ per cent.	..	..	..	..	..	17,195	..
At 4 $\frac{4}{5}$ per cent.	..	..	..	..	..	500	500
At 5 per cent.	..	..	..	..	..	..	81,648
At 6 per cent.	..	..	..	..	..	5,385	..
At 6 per cent. { subject to reduction under the National						802,502	834,943
At 6 $\frac{1}{2}$ per cent. { Expenditure Adjustment Act, 1932 }						9,431	17,432
Mortgage security acquired	..	..	..	..	..	3,255	3,365
Total	..	..	..	..	..	£952,248	£1,022,323
Average rate of interest (per cent.) {						unreduced rate .. 5.745	5.78
{						after reduction as shown above .. 4.881	4.94
Unclaimed contributions held at 31st January						£1,680	£1,727
<i>Cost-of-living Bonus.</i> —The payment of this bonus has been continued in necessitous cases.							
S. G. SMITH, Chairman.							

No. 2.—STATEMENTS IN ADDITION TO THOSE PRESCRIBED BY THE ACT AND REGULATIONS.

A. NUMBER OF CONTRIBUTORS ON THE 31ST JANUARY, 1935, ARRANGED ACCORDING TO PERCENTAGE OF CONTRIBUTION.

	5 per Cent.		6 per Cent.		7 per Cent.		8 per Cent.		9 per Cent.		10 per Cent.		Totals.		
	M.	F.	M.	F.	M.	F.	M.	F.	M.	F.	M.	F.	M.	F.	Total.
Number at 31st January, 1934	3,254	4,530	264	245	147	189	70	93	40	33	30	8	3,805	5,098	8,903
New contributors entered during year	32	50	5	18	2	3	2	1	3	2	1	2	45	76	121
Transfers from other funds ..	1	..	..	..	..	..	..	..	..	..	..	..	1	..	1
Number left during year ..	3,287	4,580	269	263	149	192	72	94	43	35	31	10	3,851	5,174	9,025
	69	377	5	14	16	15	5	10	5	3	3	3	103	422	525
Number at 31st January, 1935	3,218	4,203	264	249	133	177	67	84	38	32	28	7	3,748	4,752	8,500

B. TOTAL NUMBER OF CONTRIBUTORS WHO HAVE JOINED AND LEFT THE FUND SINCE ITS ESTABLISHMENT (1ST JANUARY, 1906, TO 31ST JANUARY, 1935).

	Number.			Annual Salary.	Annual Rate of Contribution.
	M.	F.	Total.		
Total entered (including net increases in salary and contributions)	6,463	12,939	19,402	£ 4,591,103	£ 260,983
Total discontinued	2,715	8,187	10,902	2,449,219	147,263
Total existing at 31st January, 1935 ..	3,748	4,752	8,500	2,141,884	113,720

(B) BALANCE-SHEET AS AT 31ST JANUARY, 1935.

<i>Liabilities.</i>			<i>Assets.</i>		
	£	s. d.	Amount held by Public	£	s. d.
Fund as per Revenue Account	989,310	3 10	Trustee—		
Retiring and other allowances due and unpaid ..	2,688	9 7	Invested	952,247	17 10
Refund of contributions due and unpaid ..	1,917	11 5	Uninvested	71,301	14 0
Administration expenses unpaid—					1,023,549 11 10
Commission, Post and Telegraph	£	s. d.	Premium paid on purchase of		
Department	190	5 6	rural bonds	101	5 0
Clerical assistance	750	0 0	Less amount written off	2	19 0
Postage and telegrams	100	0 0			98 6 0
Office expenses, printing, and			Amounts paid to protect securities		319 14 10
stationery	7	17 2	Contributions of members—	£	s. d.
Medical fees	8	8 0	In transit	2,503	9 0
Audit fee	41	13 4	Due and outstanding	3,637	16 4
					6,141 5 4
Unclaimed contributions		1,098 4 0	Interest on investments—		
Amounts paid into fund in error		1,680 6 3	Due and outstanding	14,132	11 11
Government subsidy—Statutory		10 19 7	Accrued, but not due	11,735	4 0
grant paid in advance for 1935 ..	39,416	13 4			25,867 15 11
Less additional subsidy under sec-			Interest on arrears of contributions due and out-		
tion 114 of Act not yet paid ..	352	11 6	standing (contributors)		500 19 2
Less additional subsidy under sec-			Due by annuitants (contributions and interest) ..		51 3 7
tion 114, payable in respect to			Consolidated Fund, on account of cost-of-living		
allowances outstanding at 31st			bonus		72 16 4
January, 1935	296	16 0			
		38,767 5 10			
Rent received from securities					
leased (held for rates and ex-					
penses)		164 18 10			
Reserve—					
For commission payable to					
Public Trustee in respect to					
interest due or accrued ..	940	10 9			
For commission to Post and					
Telegraph Department in re-					
spect to vouchers issued but					
unpaid	36	4 6			
For cost of actuarial examina-					
tion in progress	350	0 0			
		1,326 15 3			
Reserve for loss on investments—					
Balance at 31st January, 1934 ..	4,499	5 3			
Less written-off principal ..		3 19 8			
Less written-off interest ..	1,032	11 3			
		3,462 14 4			
Vouchers issued but unpaid at					
31st January, 1935	19,726	1 10			
Less cash in Post Office Account ..	3,551	17 9			
		16,174 4 1			
		£1,056,601 13 0			£1,056,601 13 0

NOTES.—Since the closing of the Account for the year the Government has given a further subsidy on account of the loss suffered by the reduction of interest under the provisions of the National Expenditure Adjustment Act, 1932. The amount accrued for the period to 31st January, 1935—not included in the year's accounts—is £7,995.

The liability under section 9 (2) of the National Expenditure Adjustment Act, 1932, as amended by section 25 of the Finance Act (No. 2), 1932–33, in respect to the rebate to those contributors who did not elect to continue to contribute on the higher rate of salary before the reductions in 1932 has not been taken into account in the foregoing statement. The benefit (which is payable upon retirement) will amount in the aggregate, to approximately £30,000; but the additional liability is only approximately £5,000 as the remaining £25,000 would, in any case, be refunded as contributions in the ordinary way upon retirement before full age or service.

Education Department,
Wellington, 15th April, 1935.

C. E. CRAWFORD, A.R.A.N.Z.,
Secretary, Teachers' 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, subject to the departmental notes en faced thereon.—G. F. C. CAMPBELL, Controller and Auditor-General.

(2) STATEMENT OF CONTRIBUTORS, SHOWING ANNUAL RATES OF SALARIES AND CONTRIBUTIONS AS AT THE 31ST JANUARY, 1935.

	Number.			Annual Rate of Salary.	Annual Rate of Contributions.
	M.	F.	Total.		
Contributors at 31st January, 1934 ..	3,805	5,098	8,903	£ 2,099,645	£ 111,843
New contributors entered during the year ended 31st January, 1935	45	76	121	22,517	1,344
Transfers from other funds during the year	1	..	1	300	15
Net increase in salaries and contributions during the year	..	..	..	128,505	6,609
Totals	3,851	5,174	9,025	2,250,967	119,811
Contributions discontinued during the year ended 31st January, 1935, by resignations, &c.	102	421	523	108,657	6,057
Previously entered as contributors but now found to be ineligible	1	1	2	426	34
Totals at 31st January, 1935 ..	3,748	4,752	8,500	2,141,884	113,720

(3) PARTICULARS OF CONTRIBUTIONS DISCONTINUED AND ALLOWANCES GRANTED AND REFUNDS OF CONTRIBUTIONS MADE DURING THE YEAR ENDED 31ST JANUARY, 1935.

How discontinued.	Number of Contributors.			Annual Rate at Date of Withdrawal.		Benefits.	
	M.	F.	Total.	Salary.	Contributions.	Allowances : Annual Rate.	Other Payments (non-recurring).
By death before allowance entered upon—						£ s. d.	£ s. d.
(a) Contributions paid to personal representatives	2	3	5	880	50	..	441 10 8
(b) Leaving widow or child	11	..	11	5,047	290	285 0 0	3,720 2 3
By voluntary retirement ..	36	334	370	65,333	3,439	..	25,972 2 1
By lapsed membership ..	18	34	52	6,439	336	..	1,760 0 0
By transfer to other funds ..	1	..	1	284	14	..	63 14 2
By allowances granted on retirement—							
(a) Ordinary	20	34	54	20,656	1,340	10,265 18 0	..
(b) Medically unfit ..	12	12	24	8,060	466	3,490 17 0	..
(c) Extended provisions ..	2	4	6	1,958	122	713 12 0	..
By cancellation of entries on account of ineligible contributors	1	1	2	426	34	..	272 13 9
By death of annuitants ..	..	..	..	..	..	822 0 0	1,451 14 11
Totals	103	422	525	109,083	6,091	15,577 7 0	33,681 17 10

