

1947  
NEW ZEALAND

# NATIONAL PROVIDENT FUND

THIRTY-SIXTH ANNUAL REPORT OF THE BOARD FOR THE YEAR ENDED 31st  
DECEMBER, 1946

*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. Summarized figures set out below for the years ended 31st December, 1936, 1941, and 1946 form a useful basis for comparative analysis. While the statistics annexed record a recession in the Direct or Personal Contributors' Branch, the net total is little changed, increased contributions and total income figures being attributable to the higher contribution rates in the expanding Superannuation Branch:—

	1936.	1941.	1946.
New contributors .. .. .	3,265	3,230	4,216
Local bodies .. .. .	122	137	198
Total of contributors .. .. .	26,574	28,347	27,405
Annuitants .. .. .	674	1,144	1,809
	£	£	£
Contributions .. .. .	246,559	328,884	400,375
Interest (including fines) .. .. .	174,044	238,225	295,506
Total income (including State Subsidy) .. .. .	526,457	667,564	821,358
Annuity payments .. .. .	58,917	97,781	143,658
Other benefits .. .. .	154,192	157,937	318,790
Total outgo .. .. .	218,434	258,638	465,651
Funds at end of year .. .. .	4,649,082	6,432,859	8,985,360

Rate of interest per cent. earned on invested funds .. .. .	£3 19s.	£3 17s. 1d.	£3 9s.
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2. It is pleasing to note the upward incidence of the annuity payments, particularly so in respect of the number of direct contributors who, having attained age sixty, are now enjoying the fruits of their early savings.

3. The merger with the Fund of the two remaining Funds established under authority of the Local Authorities Superannuation Act, 1908, is one further step towards providing throughout the Dominion uniform superannuation conditions and benefits for local-government employees. The absorption of the separate undertakings, assets, and liabilities is reflected in the accounts.

4. Provisions for extending improved superannuation conditions to permanent employees of all local authorities are well advanced, and results will be reflected in the next report.

## PART II.—STATE SUBSIDY (SECTION 74)

The amount of subsidy paid by the State for the year was £96,914.

A. H. NORDMEYER,  
Chairman of the Board.

W. L. COMRIE,  
Superintendent of the Fund.

Wellington, 30th June, 1947.

## NATIONAL PROVIDENT FUND

## (1) REVENUE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER, 1946

	£	£		£
Amount of Fund at beginning of year (1st January, 1946) .. ..	8,116,044		National Provident Fund Act, 1926—	
National Provident Fund Act, 1926—			Refund of contributions on lapse, reduction, and withdrawal (secs. 11, 12, and 13) .. ..	210,835
Contributions .. ..	400,375		Refund of contributions in lieu of annuity (sec. 14) .. ..	38,470
Interest .. ..	295,189		Incapacity allowances (secs. 17 and 18), including contributions waived on incapacity (£1,734) ..	13,687
Fines (sec. 11 (4) ) .. ..	317		Death: Refund of contributions (secs. 15 (5) and 16) .. ..	41,446
Government contribution under Act (secs. 52 and 74 (2) ) .. ..	96,914		Death: Allowances on account of widows and children (sec. 15) ..	14,352
Contributions overpaid on exit .. ..	405		Annuities (secs 13 and 48) .. ..	143,658
Benefits refunded on exit (secs. 11 to 16 and 28) .. ..	21,904		Refund of contributions overpaid on exit .. ..	405
Miscellaneous receipts .. ..	1		Public Trustee: Charges .. ..	2,695
Refunds unclaimed .. ..	6,253		War-risk insurance premiums .. ..	103
		8,937,402	Amount of Fund at end of year (31st December, 1946) .. ..	8,985,360
Harbour Boards' funds received on merger .. ..		513,609		
		<u>£9,451,011</u>		<u>£9,451,011</u>

## BALANCE-SHEET AS AT 31ST DECEMBER, 1946

<i>Liabilities</i>	£	<i>Assets</i>	£
Fund as per Revenue Account .. ..	8,985,360	In hands of Public Trustee—	
National Provident Fund Act, 1926—		Invested .. ..	8,904,341
Claims due and in course of payment*—		Uninvested .. ..	16,322
Death: Refunds (sec. 16) .. ..	1,123	Disbursement Account .. ..	1,624
Death: Allowances (sec. 15) .. ..	114	Post Office .. ..	18,020
Annuities (secs. 13 and 48) .. ..	1,126	Balances in transit .. ..	29,865
Allowances (sec. 17) .. ..	30	National Provident Fund Act, 1926—	
Public Trustee: Charges* .. ..	843	Contributions outstanding or in course of transmission*—	
Refunds in Suspense .. ..	91,347	(a) Contributions due but not overdue .. ..	21,302
Suspense Account .. ..	2,682	(b) Contributions overdue .. ..	2,915
Contributions prepaid .. ..	21,318	Government subsidy due under Act* (secs. 52 and 74 (2) ) .. ..	96,914
Investment Fluctuation Reserve .. ..	69,154	Fines due* (sec. 11 (4) ) .. ..	183
		Interest due* .. ..	3,497
		Interest accrued but not due* .. ..	78,114
	<u>£9,173,097</u>		<u>£9,173,097</u>

\* Included in Revenue Account.

W. L. COMRIE, Superintendent.

R. S. BROWN, Accountant.

Wellington, 11th June, 1947.

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, 1946

	Numbers.												Annual Contributions. £						
	Class 1.		Class 2.		Class 3.		Class 4.		Class 5.		Aggregate.								
	Annuity Rate, 10s.		Annuity Rate, 20s.		Annuity Rate, 30s.		Annuity Rate, 40s.		Superannuation.										
	M.	F.	M.	F.	M.	F.	M.	F.	M.	F.	M.	F.		T.					
Number of contributors at commencement of year	12,425	871	13,296	2,248	372	2,620	242	49	291	576	116	692	5,109	5,780	10,889	20,600	7,188	27,788	361,641
New entrants during the year	38 <sup>6</sup>	43	399	132	32	164	11	4	15	21	16	37	1,241	2,360	3,601	1,761	2,455	4,216	85,681
Transfer from another class	26	..	26	74	8	82	15	2	17	46	6	52	14	3	17	175	19	194	21,453
Increase due to adjustment on age-error, &c.	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	7
Total	12,807	914	13,721	2,454	412	2,866	268	55	323	643	138	781	6,364	8,143	14,507	22,536	9,662	32,198	468,782
Discontinuances, &c. (as per detailed statement below)	883	130	963	172	44	216	37	4	41	49	12	61	843	2,669	3,512	1,934	2,859	4,793	69,935
Total at end of year	11,974	784	12,758	2,282	368	2,650	231	51	282	594	126	720	5,521	5,474	10,995	20,602	6,803	27,405	398,846

Details of Discontinuances, &c., during the Year

Death	57	1	58	11	..	11	1	..	1	1	2	3	70	2	78	146	5	151	2,030
Notice of withdrawal	..	433	527	71	25	93	16	..	18	24	4	8	562	2,637	3,199	1,102	2,766	3,868	60,538
Lapse and cancellation	..	135	150	33	6	35	2	..	2	3	..	4	200	30	230	174	20	194	637
Affirmation of annuity age	..	113	125	19	6	22	2	..	2	3	..	1	200	30	230	337	40	386	5,578
Transfer to another class	..	95	103	38	8	46	16	..	18	21	1	22	5	..	5	176	19	194	244
Decrease due to adjustment on age-error, &c.	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..
Total	883	130	963	172	44	216	37	4	41	49	12	61	843	2,669	3,512	1,934	2,859	4,793	69,935

Numerical Progress since Establishment

Total entered	64,788	5,786	70,574	10,658	1,493	12,151	1,146	200	1,346	1,492	329	1,821	13,857	27,971	41,828	91,041	85,779	127,790	..
Total transferred from other classes	4,736	270	5,026	8,437	323	3,762	688	85	720	986	84	1,070	167	46	183	9,981	780	10,761	..
Total discontinued	69,544	6,056	75,600	14,095	1,818	15,913	1,781	285	2,066	2,478	413	2,891	14,024	27,987	42,011	101,922	36,559	138,481	..
Total transferred to other classes	53,960	4,975	58,935	7,196	1,142	8,338	775	136	911	976	210	1,186	8,432	22,513	30,945	71,339	28,976	100,315	..
Total at 31st December, 1946	3,610	297	3,907	4,617	308	4,925	775	98	873	908	77	985	71	..	71	9,981	780	10,761	..
Total contributors on books at 31st December, 1946	57,570	5,272	62,842	11,813	1,450	13,263	1,550	234	1,784	1,884	287	2,171	8,503	22,513	31,016	81,320	29,756	111,076	..
Total at end of year	11,974	784	12,758	2,282	368	2,650	231	51	282	594	126	720	5,521	5,474	10,995	20,602	6,803	27,405	398,846

## NATIONAL PROVIDENT FUND ACT, 1926

## Contributors (General)

## (3) STATEMENT OF ANNUITIES AND ALLOWANCES FOR THE YEAR ENDED 31ST DECEMBER, 1946

	On Death.			On Incapacity.			On Attainment of Age 60.			Total Annuities and Allowances.		
	Number.		Annual Amount.	Number.		Annual Amount.	Number.		Annual Amount.	Number.		Annual Amount.
Existing at beginning of year	M. 171	F. 1	£ 8,287	M. 21	F. ..	£ 832	M. 691	F. 176	£ 33,908	M. 883	F. 177	£ 43,027
Granted during the year	10	..	448	14	..	610	114	19	4,405	138	19	5,463
Total ..	181	1	8,735	35	..	1,442	805	195	38,313	1,021	196	48,490
Discontinued during the year (as per statement below)	20	1	1,131	12	..	605	13	3	650	45	4	2,386
Existing at end of year ..	161	..	7,604	23	..	837	792	192	37,663	976	192	46,104

*Particulars of Annuities and Allowances discontinued during the Year*

Discontinued by death	1	..	39	..	..	..	13	3	650	14	3	689
Expiry .. ..	19	1	1,092	12	..	605	..	..	..	31	1	1,697
Total .. ..	20	1	1,131	12	..	605	13	3	650	45	4	2,386

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

## (3A) STATEMENT OF RETIRING AND OTHER ALLOWANCES FOR THE YEAR ENDED 31ST DECEMBER, 1946

	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. 248	F. ..	£ 4,970	M. 75	F. 20	£ 9,545	M. 483	F. 227	£ 97,663	M. 806	F. 247	£ 112,178
Granted during the year	78	..	1,658	40	..	5,363	126	28	25,889	244	28	32,910
Total ..	326	..	6,628	115	20	14,908	609	255	123,552	1,050	275	145,088
Discontinued during the year (as per statement below)	20	..	465	21	1	2,549	37	2	5,047	78	3	8,061
Existing at end of year	306	..	6,163	94	19	12,359	572	253	118,505	972	272	137,027

*Particulars of Retiring and other Allowances discontinued during the Year*

Discontinued by death	9	..	162	5	..	546	37	2	5,047	51	2	5,755
Expiry .. ..	11	..	303	16	1	2,003	..	..	..	27	1	2,306
Total .. ..	20	..	465	21	1	2,549	37	2	5,047	78	3	8,061

## NATIONAL PROVIDENT FUND

## PROGRESS OF ANNUITIES AND ALLOWANCES SINCE THE ESTABLISHMENT OF THE FUND TO 31ST DECEMBER, 1946

	On Death.			On Incapacity.			On Maturity (Age or Service).			Total Annuities and Allowances.		
	Number.		Annual Amount.	Number.		Annual Amount.	Number.		Annual Amount.	Number.		Annual Amount.
Total granted ..	M. 1,026	F. 1	£ 44,567	M. 834	F. 59	£ 62,906	M. 1,937	F. 517	£ 220,696	M. 3,797	F. 577	£ 328,169
Total discontinued ..	559	1	30,800	717	40	49,710	373	72	64,528	1,849	113	145,038
Total existing at 31st December, 1946	467	..	13,767	117	19	13,196	1,364	445	156,168	1,948	464	183,131

*Approximate Cost of Paper.*—Preparation, not given; printing (633 copies), £13.

By Authority: E. V. PAUL, Government Printer, Wellington.—1947.