

1939.  
NEW ZEALAND.

## EDUCATION: TEACHERS' SUPERANNUATION FUND.

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

### No. 1.—THIRTY-THIRD ANNUAL REPORT OF THE TEACHERS' SUPERANNUATION BOARD.

FOR THE YEAR ENDED 31ST JANUARY, 1939.

The Hon. the Minister of Education.

SIR,—

Wellington, 10th May, 1939.

The Board has to submit the following report for the year ended the 31st January, 1939:

*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, 1939, as compared with those for previous year:—

	1939.	1938.
Contributors on roll at 31st January .. .. .	8,653	8,357
Increase from previous year .. .. .	296	299
Retiring and other allowances—		
Annual rate granted during year .. .. .	£14,103	£12,709
Total annual rate at 31st January .. .. .	£326,500	£325,130
Number granted during year—		
On retirement .. .. .	76	68
To widows .. .. .	21	21
To children .. .. .	8	5
Number discontinued during year—		
By death .. .. .	78	65
By other causes .. .. .	8	14
Number current at 31st January—		
Retired members .. .. .	1,684	1,674
Widows and children .. .. .	388	379
Income for year—	£	£
Contributions .. .. .	146,231	139,835
Government subsidy—		
Section 112 of Act .. .. .	82,417*	43,000
Section 114 of Act .. .. .	4,934	5,277
Section 9, Finance Act (No. 2), 1937 .. .. .	123,000†	..
Section 9, Finance Act, 1938 .. .. .	113,000	..
Special on account of interest reductions .. .. .	6,324	6,547
Total Government subsidy .. .. .	329,675	54,824
Interest .. .. .	41,315	42,759
Total income .. .. .	£517,221	£237,418
Expenditure—		
Retiring and other allowances .. .. .	329,096	328,007
Contributions refunded or transferred .. .. .	41,765	36,342
Administration expenses, &c. .. .. .	3,335	3,209
Reserves for losses on investments .. .. .	2,000	..
Total expenditure .. .. .	£376,196	£367,558

\* This amount includes £39,417 previously shown as paid in advance.

† For financial year 1937-38.

	1939. £	1938. £
Net surplus for year .. .. .	141,025	130,140*
Balance at credit of Fund .. .. .	975,491	834,465
Funds invested at 31st January—		
At 3 per cent. .. .. .	..	5,000
At 3 $\frac{3}{8}$ per cent. .. .. .	5,000	5,000
At 3 $\frac{1}{2}$ per cent. .. .. .	73,948	65,676
At 3 $\frac{3}{4}$ per cent. .. .. .	1,200	1,200
At 4 per cent. .. .. .	84,191	83,291
At 4 $\frac{1}{4}$ per cent. .. .. .	416,887	383,759
At 4 $\frac{1}{2}$ per cent. .. .. .	1,800	1,800
At 4 $\frac{3}{8}$ per cent. .. .. .	225,650	198,965
At 4 $\frac{3}{4}$ per cent. .. .. .	300	300
At 4 $\frac{4}{5}$ per cent. .. .. .	100	100
At 5 $\frac{1}{5}$ per cent. .. .. .	..	2,250
At 5 $\frac{1}{2}$ per cent. .. .. .	2,400	2,400
At 6 per cent. .. .. .	..	269
At 6 per cent. { (subject to reduction under the National At 6 $\frac{1}{2}$ per cent. { Expenditure Adjustment Act, 1932) .. .. .	{ 152,062 ..	{ 211,432 ..
Total .. .. .	£963,538	£961,442
Average rate of interest (per cent.)	{ unreduced rate .. 4.504 after reduction as shown above .. 4.346	{ 4.608 4.378
Unclaimed contributions held at 31st January .. .. .	£1,408	£1,410

\* Deficiency.

*Cost-of-living Bonus.*—The payment of this bonus has been continued in necessitous cases.

For the Teachers' Superannuation Board,

A. E. MCKINNON, Secretary.

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

### A. NUMBER OF CONTRIBUTORS ON THE 31ST JANUARY, 1939, 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, 1938	3,370	3,878	261	283	130	182	68	87	42	27	23	6	3,894	4,463	8,357
New contributors entered during year	298	455	10	26	5	11	5	7	..	4	1	7	319	510	829
Transfers from other funds ..	3	2	..	..	..	..	..	..	..	..	..	..	3	2	5
Number left during year ..	3,671	4,335	271	309	135	193	73	94	42	31	24	13	4,216	4,975	9,191
	86	355	11	26	13	17	6	11	4	4	4	1	124	414	538
Number at 31st January, 1939	3,585	3,980	260	283	122	176	67	83	38	27	20	12	4,092	4,561	8,653

### B. TOTAL NUMBER OF CONTRIBUTORS WHO HAVE JOINED AND LEFT THE FUND SINCE ITS ESTABLISHMENT (1ST JANUARY, 1906, TO 31ST JANUARY, 1939).

	Number.			Annual Salary.	Annual Rate of Contribution.
	M.	F.	Total.		
Total entered (including net increases in salary and contributions)	7,206	14,293	21,499	£ 5,518,769	£ 317,387
Total discontinued .. .. .	3,114	9,732	12,846	2,800,706	174,062
Total existing at 31st January, 1939 ..	4,092	4,561	8,653	2,718,063	143,325



## (B) BALANCE SHEET AS AT 31ST JANUARY, 1939.

<i>Liabilities.</i>		£	s.	d.	<i>Assets.</i>		£	s.	d.				
Fund as per Revenue Account .. .. .		975,734	17	3	Amount held by Public Trustee	£	s.	d.	£	s.	d.		
Retiring and other allowances due and unpaid ..		2,549	2	7	Invested .. .. .	963,538	2	6					
Refund of contributions due and unpaid ..		819	15	8	Uninvested .. .. .	965	10	2					
Administration expenses unpaid									964,503	12	8		
Commission, Post and Telegraph Department ..	£	s.	d.		Premium paid on purchase of Investments .. .. .	3,138	18	4					
Clerical assistance .. .. .	750	0	0		Less amount written off .. .. .	308	4	3					
Postage and telegrams .. .. .	83	6	8						2,830	14	1		
Office expenses, printing, and stationery .. .. .	10	4	5		Amounts paid to protect securities				216	1	4		
Audit fee .. .. .	41	13	4		Contributions of members								
					In transit .. .. .	3,848	12	10					
Unclaimed contributions .. .. .		1,093	8	5	Due and outstanding .. .. .	3,222	8	1					
Amounts paid into fund in error .. .. .		1,408	5	5					7,071	0	11		
Rent received from securities leased .. .. .			11	14	3	Interest on investments							
Reserve -					Due and outstanding .. .. .	6,424	18	8					
For commission payable to Public Trustee in respect to interest due or accrued ..	573	11	8		Accrued, but not due .. .. .	10,569	3	6			16,994	2	2
For commission to Post and Telegraph Department in respect to vouchers issued but unpaid .. .. .	41	10	0		Interest on arrears of contributions due and outstanding (contributors) .. .. .						350	17	9
For cost of actuarial examination .. .. .	320	0	0		Due by Consolidated Fund for Cost-of-living Bonus .. .. .						133	2	10
					Government Subsidy .. .. .								
Reserve for loss on investments					Additional subsidy under section 114, Public Service Superannuation Act, 1927, not yet paid .. .. .	116	2	2					
Balance at 31st January, 1938 .. .. .	2,501	11	5		Payable in respect of allowances outstanding at 31st January, 1939 .. .. .	107	17	5			523	19	7
Add Reserve, 1938-39 .. .. .	2,000	0	0										
Less interest written off, £1,767 3s. 11d.; less capital written off £160 12s. 6d. .. .. .	1,927	16	5										
Vouchers issued but unpaid at 31st January, 1939 .. .. .	22,456	4	5										
Less cash in Post Office Account .. .. .	15,486	0	5										
		6,970	4	0									
		£992,623	11	4					£992,623	11	4		

NOTES.—Since the closing of the accounts 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, during the year to 31st March, 1939. The amount for the period to 31st January, 1939, not included in the year's accounts, is £5,022.

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 contingent liability in this respect is estimated at £4,000.

Education Department,  
Wellington, 10th May, 1939.

A. E. MCKINNON, 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 enclosed thereon.

J. H. FOWLER,  
Controller and Auditor-General.

## (2) STATEMENT OF CONTRIBUTORS, SHOWING ANNUAL RATES OF SALARIES AND CONTRIBUTIONS AS AT THE 31ST JANUARY, 1939.

	Number.			Annual Rate of Salary.	Annual Rate of Contributions.
	M.	F.	Total.		
Contributors at 31st January, 1938 ..	3,894	4,463	8,357	£ 2,604,302	£ 137,640
New contributors entered during the year ended 31st January, 1939	319	510	829	123,973	6,580
Transfers from other funds during the year	3	2	5	1,001	50
Net increase in salaries and contributions during the year	..	..	..	127,152	6,616
<b>Totals .. .. .</b>	<b>4,216</b>	<b>4,975</b>	<b>9,191</b>	<b>2,856,428</b>	<b>150,886</b>
Contributions discontinued during the year ended 31st January, 1939, by resignations, &c.	124	414	538	138,365	7,561
<b>Totals at 31st January, 1939 ..</b>	<b>4,092</b>	<b>4,561</b>	<b>8,653</b>	<b>2,718,063</b>	<b>143,325</b>

## (3) PARTICULARS OF CONTRIBUTIONS DISCONTINUED AND ALLOWANCES GRANTED AND REFUNDS OF CONTRIBUTIONS MADE DURING THE YEAR ENDED 31ST JANUARY, 1939.

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	6	7	13	1,154	218	..			3,425	9	10
(b) Leaving widow or child	6	..	6	2,775	139	270	0	0	1,827	3	0
By voluntary retirement ..	57	350	407	92,835	4,844	..			34,217	2	11
By lapsed membership ..	10	15	25	5,133	300	..			817	15	0
By transfer to other funds ..	11	..	11	3,165	175	..			1,060	1	3
By allowances granted on retirement—											
(a) Ordinary .. .. .	19	33	52	20,916	1,337	9,495	2	0	} 318	8	6
(b) Medically unfit ..	13	7	20	7,627	448	3,073	16	0			
(c) Extended provisions ..	2	2	4	1,760	100	675	10	0			
By death of annuitants ..	..	..	..	..	..	589	0	0	99	4	6
<b>Totals .. .. .</b>	<b>124</b>	<b>414</b>	<b>538</b>	<b>138,365</b>	<b>7,561</b>	<b>14,103</b>	<b>8</b>	<b>0</b>	<b>41,765</b>	<b>5</b>	<b>0</b>

(4) STATEMENT OF RETIRING-ALLOWANCES (INCLUDING ALLOWANCES TO WIDOWS AND CHILDREN) FOR THE YEAR ENDED 31ST JANUARY, 1939.

(1) Particulars.	(2) Total Allowances.		(3) Details of Column (2).																																
	Retiring-allowances.		Ordinary (Age or Service).				Extended Provisions and Sec. 14, Finance Act, 1931.				Medically Unft.		Widows.		Children.																				
	Annual Rate.		Number.		Annual Rate.		Number.		Annual Rate.		Number.		Annual Rate.		Number.																				
	M.	F.	£	s.	d.	M.	F.	£	s.	d.	M.	F.	£	s.	d.	M.	F.																		
Allowances as at 31st January, 1938 ..	605	1,448	2,053	325	129	12	0	391	922	263	097	13	0	76	64	22	660	9	0	103	118	27	969	11	0	308	9,555	19	0	35	36	1,846	0	0	
Allowances granted during the year at retirement or decease of contributors to widows and children of deceased annuitants .. .. .	37	49	86	13,514	8	0	0	19	33	9,495	2	0	2	2	675	10	0	13	7	3,073	16	0	2	62	0	0	2	62	0	0	3	5	208	0	0
Allowances granted during the year to widows and children of deceased annuitants .. .. .	..	19	19	589	0	0	0	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	19	589	0	0	..	..	..	..	..	
Totals .. .. .	642	1,516	2,158	339,233	0	0	0	410	955	272,592	15	0	78	66	23,335	19	0	116	125	31,043	7	0	329	10,206	19	0	38	41	2,054	0	0	0	0	0	
Allowances discontinued during the year .. .. .	38	48	86	12,732	15	0	0	22	29	10,089	15	0	5	..	1,073	6	0	9	1	961	15	0	16	503	19	0	2	2	104	0	0	0	0	0	0
Allowances existing at end of year .. .. .	604	1,468	2,072	326,500	5	0	0	388	926	262,503	0	0	73	66	22,262	13	0	107	124	30,081	12	0	313	9,703	0	0	36	39	1,950	0	0	0	0	0	0

Particulars of Allowances discontinued during the Year.

How discontinued—	By death .. .. .		By expiry .. .. .		Totals .. .. .	
	M.	F.	M.	F.	M.	F.
By death .. .. .	35	43	78	12,518	6	0
By expiry .. .. .	3	5	8	214	9	0
Totals .. .. .	38	48	86	12,732	15	0

Progress of Allowances since Establishment of Fund to the 31st January, 1939.

Total granted .. .. .	Total discontinued .. .. .		Total existing .. .. .			
	M.	F.	M.	F.		
Total granted .. .. .	1,301	2,103	3,404	465,449	16	0
Total discontinued .. .. .	697	635	1,332	138,949	11	0
Total existing .. .. .	604	1,468	2,072	326,500	5	0

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