

**LOCAL GOVERNMENT  
SUPERANNUATION SCHEME**

Annual Report for the Year Ended  
31 March 2021



**ANNUAL REPORT 2021**

# Local Government Superannuation Scheme

Annual Report for the Year Ended 31 March 2021

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## DETAILS OF SCHEME

### **Name of the Scheme** Local Government Superannuation Scheme

This annual report has been prepared for the Local Government Superannuation Scheme (**Scheme**) for the year ended 31 March 2021. The manager and trustee of the Scheme is Local Government Superannuation Trustee Limited (**LGST, we, or us**).

### **Type of Scheme**

The Scheme is a registered restricted workplace savings scheme.

### **Product Disclosure Statement**

The latest Product Disclosure Statement (**PDS**) for the Scheme is dated 20 January 2021, and is open for applications.

### **Fund Updates**

The latest fund updates for each of the funds in the Scheme, and for each specified life cycle stage in the Automatic Fund, for the year ended 31 March 2021 were made publicly available on 22 June 2021.

### **Financial Statements and Auditor's Report**

The latest financial statements for the Scheme dated 31 March 2021 and the auditor's report on those financial statements were lodged with the Registrar of Companies on 21 June 2021. The financial statements and auditor's report are available at [www.supereasy.co.nz](http://www.supereasy.co.nz) or by contacting [admin@supereasy.co.nz](mailto:admin@supereasy.co.nz).

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## INFORMATION ON CONTRIBUTIONS AND SCHEME PARTICIPANTS

This section provides a summary of changes in the membership of the Scheme over the year ended 31 March 2021.

Membership	1 April 2020	31 March 2021
Total contributing Scheme participants	1,382	1,347
Total non-contributing Scheme participants	579	613
<i>Total Scheme participants</i>	1,961	1,960

Member accumulations	1 April 2020	31 March 2021
Total members' accumulations	\$89,685,095	\$105,001,648
Number of members	1,961	1,960

Total contributions to the Scheme for the period	Total contributions during the period	Number of members who made the relevant contribution
Member contributions	\$3,554,198	1,330
Employer or other sponsor contributions	\$1,603,292	1,083
Member voluntary additional contributions	\$521,502	18
<b>Total Contributions</b>	<b>\$5,678,992</b>	<b>1,417</b>

New members and member exits during the year ended 31 March 2021	
<b>New members</b>	
Transfers from other schemes	0
Other new members	117
<b>Total new members</b>	<b>117</b>
<b>Member Exits due to:</b>	
Death	3
Retirement	10
Transfers to other schemes	13
Other reasons	92
<b>Total member exits</b>	<b>118</b>

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## CHANGES RELATING TO THE SCHEME

Material changes to the Scheme have occurred during the year ended 31 March 2021 as detailed below:

- Following a review of the Statement of Investment Policy and Objectives (**SIPO**) the SIPO was updated effective 10 December 2020 to reflect minor changes in the underlying investment funds the Scheme invests in.
- The Product Disclosure Statement (**PDS**) was updated on 20 January 2021 to implement a reduction in the base management fee from 0.44% to 0.40% effective from 1 April 2021 and reflect minor changes in some risk indicators.

Apart from these changes, no other material changes have occurred.

All related party transactions entered into during the period were on arm's length terms.

## OTHER INFORMATION FOR PARTICULAR TYPES OF MANAGED FUNDS

During the period, the following withdrawals were made from the Scheme:

Withdrawal type	Total number of members who made the relevant withdrawal
Retirement (from age 65)	10
Leaving service	147
Death	3
Financial hardship	3
<b>Total withdrawals</b>	<b>163</b>

As at the end of the period, we applied the following crediting rates to the members' balances for the respective investment options:

Fund	Crediting rate for the period to 31 March 2021 (Gross)
Aggressive Fund	28.73%
Growth Fund	22.95%
Balanced Fund	17.25%
Conservative Fund	7.52%
Automatic Fund, age 20	29.88%*
Automatic Fund, age 40	24.24%*
Automatic Fund, age 60	18.27%*
Automatic Fund, age 80	8.96%*

\* These crediting rates reflect the annualised return credited to the member balance of members for the month they attained the specified age, reflecting the average of the 12 rates applied over the course of the year. The crediting rates applied within the Automatic Fund ranged from 8.96% to 29.88%.

The crediting rate applied to members' balances for the period to 31 March 2021 will be the rate for the fund(s) or life cycle stage they are invested in.

The crediting rates above need to be considered in light of the market low caused by COVID-19 in March 2020. This is highlighted when comparing the returns shown for the year ending 31 March 2021.

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## OTHER INFORMATION FOR PARTICULAR TYPES OF MANAGED FUNDS *Continued*

Local Government Superannuation Trustee Limited, as manager and trustee of the Scheme, confirms:

- all the contributions required to be made to the Scheme in accordance with the trust deed have been made
- all the benefits required to be paid from the Scheme in accordance with the terms of the trust deed have been paid
- the market value of the Scheme property at the balance date equalled or exceeded the total value of benefits that would have been payable had all members of the Scheme ceased to be members at that date and had provision been made for the continued payment of all benefits being paid to members and other beneficiaries as at the balance date.

## CHANGES TO PERSONS INVOLVED IN THE SCHEME

The table below sets out what changes (if any) were made to persons involved in the Scheme during the period ended 31 March 2021:

Person	Change
The trustee and manager of the Scheme	None
The directors of the trustee and manager of the Scheme	None
Key personnel of the trustee and manager of the Scheme (note – Local Government Superannuation Trustee relies on senior management of the administration manager as its key personnel, and does not directly engage key personnel staff itself)	None
Any administration manager or investment manager of the Scheme	None
The securities registrar, custodian, or auditor of the Scheme.	None

## HOW TO FIND FURTHER INFORMATION

Further information relating to the Scheme, including financial statements, the product disclosure statement and other material information relating to the Scheme, previous annual reports, annual fund updates, the Scheme's trust deed, and statement of investment policy and objectives, is available on the offer register and the scheme register free of charge at <http://www.disclose-register.companiesoffice.govt.nz>.

You may also obtain the above information, as well as a copy of the application form and an estimate of your current benefits, free of charge by contacting [admin@supereasy.co.nz](mailto:admin@supereasy.co.nz).

## CONTACT DETAILS AND COMPLAINTS

If you have any questions or complaints, please contact us or the Scheme's Administration Manager Civic Financial Services Limited (**Civic**) (who is also the securities registrar) at our and Civic's address:

Level 7, Civic Assurance House  
116 Lambton Quay  
PO Box 5521  
Wellington 6140  
Telephone: 04 978 1250

If we are unable to resolve your complaint, you can complain to the Insurance & Financial Services Ombudsman Scheme (**IFSO**).

The IFSO can be contacted at:

Office of the Insurance & Financial Services Ombudsman Scheme  
Level 2, Solnet House, 70 The Terrace  
PO Box 10-845  
Wellington 6143  
Telephone: 0800 888 202  
[www.ifso.nz](http://www.ifso.nz)

The IFSO will not charge a fee to any complaint to investigate or resolve a complaint.

[www.supereasy.co.nz](http://www.supereasy.co.nz)