

Annual report

Annual report for the 9 months ended 31 March 2020



Details of the scheme

This annual report has been prepared for the Police Superannuation Scheme (scheme) for the 9 months ended 31 March 2020. The manager and trustee of the scheme is PSS Trustees Limited (trustee, we or us).

The scheme is a registered workplace savings scheme. It is a restricted scheme, which means only certain people can join – in this case, employees of New Zealand Police.

The latest product disclosure statement for the scheme is dated 27 September 2019, and the scheme is open for applications.

The latest fund updates for each of the funds in the scheme for the 9 months ended 31 March 2020 were made publicly available on 26 June 2020.

The latest financial statements for the scheme dated 22 June 2020 and the auditor's report on those financial statements were lodged with the Registrar of Financial Service Providers on 25 June 2020.

The financial statements and auditor's report, the fund updates and the product disclosure statement are available on the offer register and the scheme register at www.disclose-register.companiesoffice.govt.nz and www.policesuper.co.nz.

Information on contributions and scheme participants

This section provides a summary of changes in the membership of the scheme over the period ended 31 March 2020.

Membership	30 June 2019	31 March 2020
Total contributing scheme participants	9,956	10,416
Total non-contributing scheme participants	670	515
Total scheme participants	10,626	10,931

New members and member exits during the period ended 31 March 2020

New members	566
Transfers from other plans	–
Other new members	–
Total new members	566
Member exits due to:	
Retirement (including medical retirement)	38
Death	12
Transfers to other schemes	–
Other reasons, made up of:	
Leaving service	194
Total and permanent disablement	–
Medical disengagement/serious illness	1
Redundancy	–
In-service termination	16
Total exits	261

Member accumulations	30 June 2019	31 March 2020
Total member accumulations	\$2,140,603,061	\$2,013,535,825
Number of members	10,626	10,931

Total contributions to the scheme for the period ¹	Total contributions during the period	Number of members who made the relevant contribution
Member contributions	\$44,994,733	10,517
Employer or other sponsor contributions	\$62,917,695	10,515
Member voluntary additional contributions	\$2,417,396	1,085
Total contributions	\$116,167,115	22,117

¹ As at 31 March 2020, the scheme had also received contributions of \$5,837,291 that were unallocated as at balance date. These were subsequently allocated as follows: \$2,388,831 to member contributions, \$3,324,903 to employer or other sponsor contributions and \$123,557 to member voluntary additional contributions.

Changes relating to the scheme

The following is a summary of material changes relating to the scheme made during the 9 months ended 31 March 2020.

- On 1 July 2019, the scheme became a portfolio investment entity (PIE). A PIE is a type of investment vehicle in which investment earnings accruing to an individual investor are taxed at a rate based on the annual income of that investor. The change benefits some part-time staff, retained members and members on lower incomes.
- We also changed the scheme's balance date from 30 June to 31 March. This allows us to provide PIE tax information to members in time for them to complete their annual tax return. Due to the change in balance date, this report covers the 9-month period since the previous report rather than the usual 12-month period.

Related-party transactions

No related-party transactions were entered into during the period ended 31 March 2020 that were not 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 (including medical retirement)	38
Leaving service	194
Redundancy	–
In-service termination	16
Death/total and permanent disablement	12
Medical disengagement/serious illness	1
First-home withdrawal	260
Financial hardship	39
Matrimonial settlement	36
Partial withdrawals	1,925
Regular withdrawals	50
Total withdrawals	2,571

The unit prices for the funds as at 1 July 2019 and 31 March 2020 were as follows:

Fund	Unit price as at 1 July 2019	Unit price as at 31 March 2020
Growth	\$1.2071	\$1.0746
Balanced	\$1.1648	\$1.0824
Stable	\$1.1043	\$1.0726
Cash Plus	\$1.0484	\$1.0601
Super Steps (Age 49)	N/A	N/A
Super Steps (Age 59)	N/A	N/A

PSS Trustees 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 were made to persons involved in the scheme during the period ended 31 March 2020.

Person	Change
The trustee and manager of the scheme	None
The directors of the trustee and manager of the scheme	The Commissioner appointed Sandra Venables as his representative on 1 September 2019. Dave Trappitt and Tim McGuinness resigned as directors on 1 September 2019 and 1 January 2020 respectively.
Key personnel of the trustee and manager of the scheme	On 5 August 2019, Derek Vincent from Mercer (N.Z.) Limited was appointed scheme secretary.
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, annual fund updates, the scheme's trust deed and the *Statement of Investment Policy and Objectives*, is available on the offer register and the scheme register free of charge at www.disclose-register.companiesoffice.govt.nz.

You can also obtain the above information as well as an estimate of your current benefits free of charge by contacting us through the scheme's administration manager at psscheme@mercer.com.

Contact details and complaints

If you have any questions or complaints, please contact us through our scheme secretary:

Derek Vincent
Scheme Secretary
PSS Trustees Limited
PO Box 2897
Wellington 6140
Telephone: (04) 819 2639

We are a member of Financial Services Complaints Limited (FSCL), a dispute resolution scheme approved under the Financial Service Providers (Registration and Dispute Resolution) Act 2008.

If you have made a complaint to us and it has not been resolved within 40 days or if you are dissatisfied with the proposed resolution, you can refer your complaint to:

Financial Services Complaints Limited
Level 4
101 Lambton Quay
PO Box 5967
Wellington 6145
Telephone: 0800 347 257

FSCL will not charge a fee to any complainant to investigate or resolve a complaint.

You may also contact Mercer (N.Z.) Limited (the securities registrar) at:

Police Superannuation Scheme
c/o Mercer (N.Z.) Limited
PO Box 1849
Wellington 6140
Telephone: 0800 777 243

