PROVINCE OF BRITISH COLUMBIA

Twenty-ninth Annual Report

of the Business Done in Pursuance of the

Teachers' Pensions Act

for the Year Ended

DECEMBER 31

1969

Printed by K. M. MacDonald, Printer to the Queen's Most Excellent Majesty
in right of the Province of British Columbia.
1971

To Colonel the Honourable JOHN R. NICHOLSON, P.C., O.B.E., Q.C., LL.D.,
Lieutenant-Governor of the Province of British Columbia.

MAY IT PLEASE YOUR HONOUR:

The undersigned respectfully submits the Report of the business done in pursuance of the *Teachers' Pensions Act* during the fiscal year ended December 31, 1969.

WESLEY D. BLACK
Provincial Secretary

Provincial Secretary's Office,
Victoria, British Columbia, December 24, 1970.

The Honourable Wesley D. Black,
Provincial Secretary, Victoria, British Columbia.

SIR—I have the honour to lay before you the Report of the business done in pursuance of the *Teachers' Pensions Act* during the fiscal year ended December 31, 1969.

I have the honour to be,

Sir,

Your obedient servant,

W. H. FORREST
Commissioner of Teachers' Pensions

December 24, 1970.

TEACHERS' PENSIONS ACT

ANNUAL REPORT

Report of the Business Done in Pursuance of the Teachers' Pensions Act During the Period January 1, 1969 to December 31, 1969

Sections 6 and 7—Contributions received from teachers totalled $9,372,339, consisting of basic contributions of $9,186,130, extra and voluntary contributions of $98,532, individual repayment of refunds for reinstatement of $65,822, and individual contributions for approved periods of leave of absence of $21,855.

As at December 31, 1969 there were 22,454 teachers making current contributions, of whom 127 were employed by other than school districts. In addition, there were open accounts in the following categories:

Teachers out of service less than two years	2,766
Teachers with deferred vested pension rights	264
	3,030
Teachers out of service more than two years	2,235

Section 8 (1)—Employer basic contributions received from the Minister of Finance based on 20,527 teachers contributing in December, 1968 amounted to $5,773,442.

Section 8 (3)—Employer contributions received from the British Columbia Teachers' Federation and employers other than school districts for teachers on loan, etc., amounted to $66,752. As at December 31, 1969 there were 127 teachers in this category.

Section 8 (5) and (6)—The net rate of interest earned during 1969 after charging administration expenses was 5.87 per cent.

After distributing interest for 1969 to the Basic Account at the guaranteed rate of 4 per cent, amounting to $4,935,392, and to the Retirement Annuity Account at the net earned rate of 5.87 per cent, amounting to $1,569,095, the balance of interest earned during 1969, amounting to $2,307,163, was transferred to the Interest Reserve Account.

As of December 31, 1969 the balance in the Interest Reserve Account was transferred into the Basic Account. A statement of the Interest Reserve Account is shown below:

Balance at credit, January 1, 1969		*Nil*
Interest earned during 1969 over minimum statutory requirements		$2,307,163
Charges during year under section 8 (6)—		
Portion of monthly medical premiums in respect of eligible pensioners, amounting to $2.25 in the case of a single member or $4 in the case of a member with dependents	$44,067	
Transferred to the Basic Account toward providing the benefits under the Act, as determined by the Fund actuary	2,263,096	
		2,307,163
Balance at credit, December 31, 1969		*Nil*

Section 8 (7)—Reimbursement to employers of Canada Pension Plan employer contributions paid by them, in respect of employees to whom the *Teachers' Pensions Act* applies, amounted to $1,719,147.

Section 11—Superannuation allowances were granted 244 teachers who attained retirement age. For analysis *see* statements of comparative statistics appended.

Section 14—Superannuation allowances were granted to seven teachers who had become totally and permanently disabled.

Section 15—Superannuation allowances were granted to the dependent in the case of 16 teachers who died while still in service, and refunds totalling $76,402 were made in the case of 23 teachers who died while still in service.

Section 16—Refunds totalling $1,586,713 were made to 1,627 teachers who left the service of their employers.

Section 12 of the Teachers' Pensions (Amendment) Act, 1968—Refunds consisting of extra compulsory contributions made during the period January 1, 1961 to June 30, 1968 were made in respect of active teachers who applied under this section before the 1st day of July, 1969.

Year	Number of Refunds	Amount
1968	196	$128,280
1969	1,609	703,318
Totals	1,805	$831,598

Section 20—Actuarial and administration expenses paid from the Fund amounted to $109,017.

Section 25—The securities held by the trustees on December 31, 1969 are set out in Schedule 1 of this Report. During the year $17,210,000 par value bonds were purchased, the average yield being 7.797 per cent, and $3,706,100 par value bonds were redeemed, resulting in a net increase of $13,503,900 par value bonds held by the trustees between December 31, 1968 and December 31, 1969. Every effort is made to invest the funds as soon as they become available and at the maximum yield possible at the time of purchase.

Section 37—During the year the Teachers' Pensions Board held two meetings during which it dealt with some 180 cases. This involved the reinstatement of previous teaching service; approving applications from teachers to pay employee-employer contributions for periods of absence; and approving applications for disability allowances. All of the aforementioned matters were considered pursuant to Board policies which are reviewed and revised from time to time as deemed advisable.

Notre Dame University was accepted by the Teachers' Pensions Board as an "approved employer," in accordance with the requirement of section 11 (3) (*c*).

W. H. FORREST
Commission of Teachers' Pensions

TEACHERS' PENSIONS FUND

STATEMENT OF REVENUE AND EXPENDITURE FOR THE YEAR ENDED DECEMBER 31, 1969

Revenue

Contributions per requirements of the *Teachers' Pensions Act*—			
Employees—			
Basic contributions	$9,186,130		
Voluntary contributions	98,532		
Repayment of refunds for reinstatement	65,822		
Contributions for approved periods of leave of absence	21,855		
		$9,372,339	
Employers—			
Basic contributions	$5,773,442		
Contributions paid by employers other than school districts for teachers on loan, etc.	66,752		
		5,840,194	
Interest on investments		8,920,668	
			$24,133,201

Expenditure

Superannuation allowances		$5,918,745	
Refund of contributions—			
Resignations	$1,586,713		
Death in service	76,402		
Extra contributions pursuant to section 12 of *Teachers' Pensions (Amendment) Act, 1968*	703,318		
Miscellaneous	700		
		2,367,133	
Transfer to Civil Service Superannuation Fund of present value of six allowances granted		111,289	
Portion of medical premiums in respect of eligible recipients of a superannuation allowance		44,067	
Reimbursement to employers of Canada Pension Plan employer contributions paid by them in respect of employees to whom the *Teachers' Pensions Act* applies		1,719,147	
Actuarial and administration expenses		109,017	
			10,269,398
Net increase of ledger assets			$13,863,803

TEACHERS' PENSIONS FUND

BALANCE-SHEET AS AT DECEMBER 31, 1969

Assets

Cash in bank		$35,639
Accounts receivable—		
Employee contributions	$959,949	
Employer contributions	8,235	
		968,184
Investments at the lower of cost or par value, after amortization of discounts (*see* Schedule 1) (par value $161,798,050)		158,604,704
Accrued interest on investments		1,966,400
		$161,574,927

Liabilities

Sundry accounts payable	$147,769
Employees' Retirement Annuity Account	27,054,460
Teachers' Pensions Fund Basic Account	134,372,698
	$161,574,927

Approved.

W. H. FORREST
Commissioner of Teachers' Pensions

G. S. SOUTAR
Accountant

The balance-sheet of the Teachers' Pensions Fund as at December 31, 1969 and the related statement of revenue and expenditure for the year then ended have been examined under my direction.

The *Teachers' Pensions Act* provides for an actuarial valuation of the Fund every three years. The last such valuation was made in an actuarial report dated March 12, 1969. Neither the books of the Fund nor the above balance-sheet reflect computations of the kind made by an actuary in preparing his report.

Subject to the above, these financial statements present fairly the financial position of the Fund as at December 31, 1969 and the results of its operations for the year then ended, according to the best of my information and the explanations given to me and as shown by the books of the Fund.

J. W. MINTY, C.A.
Acting Comptroller-General,
Province of British Columbia

Victoria, British Columbia, December 23, 1970.

SCHEDULE 1—TRUSTEES OF THE TEACHERS' PENSIONS FUND AND THE MINISTER OF FINANCE FOR THE PROVINCE OF BRITISH COLUMBIA.

SECURITIES HELD AS AT DECEMBER 31, 1969

	Par Value	Book Value
Government of Canada guaranty — Canadian National Railway Company	$50,000	$49,853
Province of British Columbia guaranty—		
British Columbia Hydro and Power Authority	92,859,000	91,306,098
British Columbia Electric Company	1,450,750	1,364,279
British Columbia Power Commission	6,256,000	6,204,559
Pacific Great Eastern Railway	4,906,000	4,819,909
Greater Vancouver Water District	1,528,000	1,524,634
Greater Vancouver Sewerage and Drainage District	980,000	979,772
Vancouver and District Joint Sewerage and Drainage Board	1,000	1,000
British Columbia school districts serials	25,674,800	24,709,528
British Columbia School Districts Capital Financing Authority serials	5,618,000	5,570,306
British Columbia School Districts Capital Financing Authority	17,287,000	17,010,322
British Columbia municipal serials	1,950,500	1,873,796
Nechako Improvement District serial	786,000	778,533
British Columbia hospital improvement districts serials	1,096,000	1,083,188
British Columbia irrigation districts serials	306,000	302,590
Saltair Water Works District	22,000	21,626
Greater Vancouver Water District serial	500,000	483,000
Greater Vancouver Sewerage and Drainage District serial	513,000	507,947
Province of Alberta guaranty—Alberta Municipal Financing Corporation	14,000	13,764
	$161,798,050	$158,604,704

SCHEDULE 2—TEACHERS' PENSIONS FUND

MAIN COMPARATIVE STATISTICS, JANUARY 1, 1941 TO DECEMBER 31, 1969

Fiscal Year	Number of Contributors at End of Fiscal Year	Contributions			Employer C.P.P. Abatements	Withdrawals		Allowances			
		Employer, Including Sec. 4 to 1959	Employees	Employees' Special 1%		Number	Amount Refunded	Number Granted During Year	Deaths and Expirations During Year	Number in Force at End of Year	Amount Paid
1941	4,198	$141,514	$297,852	.....	.....	302	$92,849	61	10	340	$158,452
1945	4,609	656,777	369,607	$75,958	.....	489	93,984	57	13	463	225,230
1949	6,645	1,131,057	677,367	147,537	.....	433	115,542	46	13	603	319,158
1951	7,581	1,413,943	908,236	189,091	.....	497	134,231	54	16	672	440,312
1953	8,644	1,650,635	1,384,581	262,420	.....	528	165,874	39	32	725	752,134
1955	10,009	2,031,862	1,749,336	328,681	.....	554	208,845	51	23	769	848,082
1957	10,327	2,611,895	2,243,943	425,782	.....	604	299,930	63	25	828	939,787
	1,400[1]										
	1,002[2]										
1959	11,622	3,341,764	3,170,828	593,735	.....	627	367,236	58	25	875	1,191,586
	1,730[1]										
	973[2]										
1961	12,844	3,435,686	4,539,264	.....	.....	767	513,719	91	23	990	1,866,428
	1,820[1]										
	1,646[2]										
1963	14,473	3,844,244	5,262,358	.....	.....	928	728,689	116	39	1,130	2,088,061
	1,748[1]										
	1,256[2]										
1965	16,143	4,287,785	6,417,059	.....	.....	1,191	1,022,385	125	36	1,289	2,476,242
	1,846[1]										
	1,745[2]										
1966	17,462	4,556,024	6,093,197	.....	$1,353,095	1,122	1,161,569	203	31	1,461	3,193,632
	2,118[1]										
	1,696[2]										
1967	18,994	4,937,996	7,178,000	.....	1,503,260	1,214	1,203,347	185	42	1,604	3,965,122
	2,586[1]										
	1,814[2]										
1968	20,649	5,370,206	8,301,880	.....	1,675,357	1,541	1,477,042	207	40	1,771	4,842,058
	2,903[1]					196[3]	128,280[3]				
	2,128[2]										
1969	22,454	5,840,194	9,372,339	.....	1,719,147	1,650	1,663,815	267	49	1,989	5,918,745
	3,030[1]					1,609[3]	703,318[3]				
	2,235[2]										

[1] Nonactive open accounts of teachers who have been out of service less than two years.
[2] Nonactive open accounts of teachers who have been out of service over two years.
[3] Refund of extra compulsory contributions under section 12 of *Teachers' Pensions (Amendment) Act, 1968.*

SCHEDULE 3—TEACHERS' PENSIONS FUND

COMPARATIVE STATISTICS, JANUARY 1, 1960 TO DECEMBER 31, 1969, ALLOWANCES GRANTED AND IN FORCE, SUBDIVIDED BY TYPE AND PLAN OF ALLOWANCE

Fiscal Year	Granted During Year				Expired During Year				In Force at End of Year			
	Single Life	Guaranteed	Joint Life and Modified	Temporary Annuity	Single Life	Guaranteed	Joint Life and Modified	Temporary Annuity	Single Life	Guaranteed	Joint Life and Modified	Temporary Annuity
1960—												
Normal retirement	10	7	2	45	4	8	----	5	120	103	59	464
Disability	----	----	----	----	----	2	----	----	59	19	13	----
Death	2	----	----	1	1	----	----	----	80	----	2	3
Totals	12	7	2	46	5	10	----	5	259	122	74	467
1961—												
Normal retirement	11	13	3	50	5	8	----	5	126	108	62	509
Disability	----	6	2	----	1	1	----	----	58	24	15	----
Death	----	----	5	1	3	----	----	----	77	----	7	4
Totals	11	19	10	51	9	9	----	5	261	132	84	513
1962—												
Normal retirement	13	7	3	59	8	3	3	2	131	112	62	566
Disability	----	3	----	----	3	1	----	----	55	26	15	----
Death	----	----	3	----	5	----	----	----	72	----	10	4
Totals	13	10	6	59	16	4	3	2	258	138	87	570
1963—												
Normal retirement	8	14	1	77	5	4	3	18	134	122	60	625
Disability	----	5	2	----	3	2	1	----	52	29	16	----
Death	----	----	7	2	3	----	----	----	69	----	17	6
Totals	8	19	10	79	11	6	4	18	255	151	93	631
1964—												
Normal retirement	9	8	1	75	8	5	5	8	135	125	56	692
Disability	----	4	2	----	6	1	2	----	46	32	16	----
Death	4	----	----	3	1	----	----	----	89	----	----	9
Totals	13	12	3	78	15	6	7	8	270	157	72	701
1965—												
Normal retirement	10	9	4	93	8	5	----	11	137	129	60	774
Disability	----	3	2	----	2	2	1	----	44	33	17	----
Death	3	----	----	1	6	----	----	1	86	----	----	9
Totals	13	12	6	94	16	7	1	12	267	162	77	783
1966—												
Normal retirement	7	35	5	144	6	3	5	12	138	161	60	906
Disability	----	6	----	----	1	3	1	----	43	36	16	----
Death	3	----	----	3	----	----	----	----	89	----	----	12
Totals	10	41	5	147	7	6	6	12	270	197	76	918
1967—												
Normal retirement	2	30	2	138	12	5	1	16	128	186	61	1,028
Disability	----	3	1	----	4	2	----	----	39	37	17	----
Death	----	----	7	2	1	----	1	----	88	----	6	14
Totals	2	33	10	140	17	7	2	16	255	223	84	1,042
1968—												
Normal retirement	3	54	10	124	9	8	2	13	122	232	69	1,139
Disability	----	4	1	----	2	3	----	----	37	38	18	----
Death	----	----	5	6	2	----	1	----	86	----	10	20
Totals	3	58	16	130	13	11	3	13	245	270	97	1,159
1969—												
Normal retirement	13	107	16	108	11	6	2	18	124	333	83	1,229
Disability	----	5	2	----	3	1	----	----	34	42	20	----
Death	----	----	12	4	4	----	3	1	82	----	19	23
Totals	13	112	30	112	18	7	5	19	240	375	122	1,252

SCHEDULE 4—TEACHERS' PENSIONS FUND

COMPARATIVE STATISTICS, JANUARY 1, 1958 TO DECEMBER 31, 1969, SUBDIVIDED ACCORDING TO SEX OF CONTRIBUTOR

Fiscal Year	Number of Contributors		Number of Refunds Granted		Allowances					
					Number of Allowances Granted		Number of Deaths and Expirations		Number of Allowances in Force at End of Year	
	Male	Female	Male	Female	Male	Female	Male	Female	Male	Female
1958	4,629	6,338	96	483	21	21	14	14	390	452
Nonactive[1]	330	1,305	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	234	879	-----	-----	-----	-----	-----	-----	-----	-----
1959	4,982	6,640	103	524	19	39	12	13	397	478
Nonactive[1]	409	1,321	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	169	810	-----	-----	-----	-----	-----	-----	-----	-----
1960	5,291	6,890	123	601	18	49	11	9	404	518
Nonactive[1]	473	1,407	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	233	1,036	-----	-----	-----	-----	-----	-----	-----	-----
1961	5,638	7,206	131	636	30	61	9	14	425	565
Nonactive[1]	479	1,341	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	325	1,321	-----	-----	-----	-----	-----	-----	-----	-----
1962	5,998	7,613	166	691	25	63	12	13	438	615
Nonactive[1]	490	1,264	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	422	1,594	-----	-----	-----	-----	-----	-----	-----	-----
1963	6,446	8,027	199	729	39	77	16	23	461	669
Nonactive[1]	493	1,255	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	222	1,034	-----	-----	-----	-----	-----	-----	-----	-----
1964	6,706	8,510	258	800	29	77	20	16	470	730
Nonactive[1]	610	1,195	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	293	1,122	-----	-----	-----	-----	-----	-----	-----	-----
1965	7,123	9,020	261	930	33	92	16	20	487	802
Nonactive[1]	607	1,239	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	323	1,422	-----	-----	-----	-----	-----	-----	-----	-----
1966	7,673	9,789	271	851	64	139	15	16	536	925
Nonactive[1]	604	1,514	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	355	1,341	-----	-----	-----	-----	-----	-----	-----	-----
1967	8,329	10,665	316	898	73	112	8	34	601	1,003
Nonactive[1]	704	1,882	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	404	1,410	-----	-----	-----	-----	-----	-----	-----	-----
1968	9,163	11,486	520	1,217	80	127	14	26	667	1,104
Nonactive[1]	802	2,101	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	317	1,811	-----	-----	-----	-----	-----	-----	-----	-----
1969	10,009	12,445	1,756	1,503	93	174	21	28	739	1,250
Nonactive[1]	886	2,144	-----	-----	-----	-----	-----	-----	-----	-----
Nonactive[2]	524	1,711	-----	-----	-----	-----	-----	-----	-----	-----

[1] Nonactive open accounts of teachers who have been out of service less than two years.
[2] Nonactive open accounts of teachers who have been out of service over two years.

Printed by K. M. MACDONALD, Printer to the Queen's Most Excellent Majesty
in right of the Province of British Columbia.
1971

480-1270-9877