

**MAIN ROADS STAFF
CREDIT UNION LIMITED**



**13TH ANNUAL REPORT
TO MEMBERS**

For the year Ended

30th June, 1977

DIRECTORS:

M.A. LLOYD (Chairman)

C.W. MATHEWS

N.D. KING

H. MUDIE

C.W. LACY

E.J. HANLON

M.B. FAIRLIE



ADMINISTRATION:

D.L. JONES Secretary/Manager

L. DARE

I. OGILVIE



AUDITORS:

COUNSEL & O'NEILL

Suite 8 Hartill-Law Ave.,

Bardwell Park.



SOLICITORS:

J.B. LANGE & BURKE

155 Castlereagh St.

Sydney.



BANKERS:

BANK OF N.S.W.

Liverpool & Castlereagh Sts.

Sydney.

CHAIRMAN'S REPORT

I am pleased to submit to the members on behalf of the Board of Directors the Thirteenth Annual Report and audited Financial Statements for the year ended 30th June, 1977. We are again able to report that the year has been one of continued growth and consolidation despite the continued unfavourable economic conditions.

The net profit of \$16,128 after tax was again satisfactory and demonstrates the capability of the Credit Union to trade successfully within its bond unaffected by outside influences.

MEMBERSHIP

Total membership to 30th June, 1977 increased by 210 to 2597. The membership of the Credit Union has been progressively extended to the wages division of the Department which now number 270, a net increase of 114 over the previous year.

SAVINGS

Amounts deposited with the Credit Union during 1976/77 totalled \$2.3M whilst withdrawals accounted for \$1.9M, resulting in a net increase in deposits of a record \$376,000. Savings held on behalf of depositors now stands at \$1,645,263.

The interest rate payable on deposits held at 30th June, 1977 was approved at 9.5% per annum an increase of 0.5% over the rate paid during the previous two years.

LOANS

A total number of 660 loan applications were approved during the year amounting to almost \$1.2M. The outstanding balance of loans advanced to members as at the 30th June, 1977 total \$1,513,385.

The interest rate of 13% per annum calculated fortnightly on the reducing balance of principal has remained unchanged for the last three years.

LOAN PROTECTION INSURANCE

This insurance is provided by the Credit Union at no cost to the borrower and covers the outstanding loan balance in the event of the death of the borrower; i.e. The debt is cancelled should the borrower die.

BAD DEBTS

No bad debts were written off during the year, however, the Credit Union, through its Debt Collection Agents, was able to recover a net amount of \$582 from debts previously written off.

APPRECIATIONS

The Directors wish to express their thanks to:-

The Commissioner and Deputy Commissioner for Main Roads for their continued support during the year.

The many members of the Divisional Office Credit Committees who have ably assisted the Directors in making decisions.

The overworked Supervisory Committee who have been diligently checking the operations of the Credit Union on behalf of the members.

The staff consisting of Secretary/Manager, Don Jones, appointed in August, 1976, and his two assistants Leanne Dare and Irene Ogilvie for a job well done.

Finally, on behalf of the Directors and members of the credit Union I would like to place on record the sincere appreciation of the assistance rendered by Mr. C.W. Mathews and Mrs. Sue King.

Mr. Mathews, one of the two original directors remaining on the Board, who retired after 13 years as a director because of ill health.

Mrs. Sue King resigned from the position of Office Manageress of her own accord on 1st October, 1976. Mrs. King's untiring efforts, knowledge and pleasant disposition will be missed by both members and directors.

CONCLUSION

The Directors look to all members of the Credit Union for their continued support to ensure the expansion and successful operation of this very worthwhile service to all employees of the Department of Main Roads.

(M.A. Lloyd)
Chairman

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INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30TH JUNE, 1977

1976	Income received was made up of:-	1977
\$		\$
134,347	Interest on Loans	181,002
220	Entrance Fees	209
5,037	Interest on Investments	7,065
-	Bad Debts Recovered	582
536	Bank Interest	-
\$140,140		\$188,858
	Expenditure incurred amounted to:-	
1,550	Audit Fees (The Auditors have received no other benefits)	1,270
-	Advertising	17
265	Affiliation Fees	493
349	Bad Debts Written Off	-
1,231	Bank Charges	939
1,300	Computer Hire	1,300
-	Debt Collection Fees	133
260	Depreciation	171
267	General Expenses	385
1,260	Honorariums	575
	Insurance - General	
545	- Fidelity Insurance	210
94	- Workers' Compensation	66
3,886	Insurance - Loan Protection	5,729
84,931	Interest on Members Savings	118,519
563	Interest on Loan from A.C.C.U.	3,676
470	Printing and Stationery	504
7	Postages, Duty Stamps	757
-	Provision for Doubtful Debts	6,000
326	Provision for Income Tax	302
-	Provision for Staff Leave	1,421
300	Rent	500
45	Repairs and Maintenance	-
24,649	Salaries	29,093
-	Superannuation	602
\$122,298		\$172,662
	Excess of Income over Expenditure transferred to Profit and Loss	
17,842	Appropriation Account	16,196
\$140,140		\$188,858

PROFIT AND LOSS APPROPRIATION

3,733	Balance Brought F/wd	16,457
17,842	Net surplus for the year	16,196
20	Overprovision for Taxation	-
	Less Underprovision for	
-	Taxation	68
5,138	Transfer to Statutory Reserve	6,736
\$16,457		\$25,849

BALANCE SHEET AS AT 30TH JUNE, 1977

1976	ASSETS	1977
\$		\$
	Fixed Assets:-	
1,040	Office Equipment (At Cost Less Depreciation)	869
10	Shares in Assoc. of Central Credit Unions	10
	Investments:-	
10,137	N.S.W. Permanent Building Soc. Ltd.	15,000
3,002	St. George Building Soc. Ltd	15,000
7,089	R.S.L. Permanent Building Soc. Ltd.	7,741
10,002	Hibernian Building Soc. Ltd.	15,000
10,000	Permanent of Australia Building Soc. Ltd.	10,000
10,000	United Permanent Building Soc. Ltd.	<u>15,000</u>
		77,741
-	Investment in Assoc. of Central Credit Unions	61,259
20,568		
	Current Assets:-	
-	Prepayments	13
319	Accrued Interest on Investments	323
91,811	Cash at Bank	114,015
1,240	Cash on Hand	<u>2,040</u>
		116,391
	Advances:-	
	Loans to Members	1,513,385
1,224,930	Less: Provision for Doubtful Debts	<u>15,000</u>
		1,498,385
<u>\$1,390,148</u>		<u>\$1,754,655</u>
	LIABILITIES	
23,870	Subscribed Capital	25,970
26,626	Statutory Reserve	33,362
16,457	Profit & Loss Appropriation	<u>25,849</u>
66,953	Total Shareholders' Funds	85,181
1,268,864	Members Deposits	1,645,263
50,563	Loan Assoc. of Central Credit Unions	19,257
	Current Liabilities:-	
2,722	Accrued Charges	2,511
326	Provisions for Income Tax	302
720	Provisions for Staff Leave	<u>2,141</u>
		4,954
<u>\$1,390,148</u>		<u>\$1,754,655</u>

AUDITOR'S REPORT TO THE MEMBERS

We have examined the Books, Accounts and Vouchers of the Credit Union, and have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the Audit.

In our opinion, proper Books of Account have been kept so far as appears from our examination of the Books, and the Balance Sheet and Income and Expenditure Account dealt with in this Report are in agreement therewith and to the best of our information and the explanations given us the said Accounts give the information required by or under the Act in the manner so required and give a true and fair view of the state of the Credit Union's affairs and the Net Surplus for the year ended 30th June, 1977.

In our opinion, the Registrar of Members and other Records which the Credit Union is required to keep by or under the Act or by its Rules have been properly kept and the Rules relating to the administration of the Funds of the Credit Union have been observed.

Signed: COUNSEL & O'NEILL
Partner: B.F. Coffey
2nd September, 1977

Registered Public Accounts and Auditors

(Registered under the Public Accounts
Registration Act, 1945 - as Amended)

REPORT OF THE SUPERVISORY COMMITTEE

The Supervisory Committee has carried out a thorough examination of the records, books and procedures of the Main Roads Staff Credit Union Limited, during the year ending 30th June, 1977.

The examination has revealed that the receipt and payment of moneys, the registration and safekeeping of securities and all other matters have been properly accounted for and that the Credit Union is being conducted in a proper manner and in the best interests of its members.

Mr. K.M. Calvert was transferred to Central Store on 29th March, 1977, and has been unable to assist the Supervisory Committee since that date.

No officer was appointed to take Mr. Calvert's place on the Committee but Mr. F.A. Smith volunteered to give whatever assistance he could and the Committee wishes to place on record their appreciation of his assistance.

Signed : I.V. LINDEMAN D. JOHNSON.
 K.M. CALVERT R. BRADLEY

Dated : 8th September, 1977