

ANNUAL REPORT

1968 / 69



MAIN ROADS STAFF CREDIT UNION LTD.

*Cover Photograph: Section of Sydney-Newcastle Expressway
Berowra-Hawkesbury River Tollwork*

—By courtesy of the Commissioner for Main Roads

MAIN ROADS STAFF CREDIT UNION LTD.

309 Castlereagh Street, Sydney

Registered under the N.S.W. Co-operation Act, 1923-1965, on 29th September, 1964

FIFTH ANNUAL REPORT OF THE BOARD OF DIRECTORS

Covering operations for the
year ended 30th June, 1969

AUDITORS

W. J. Mullane & Co.,
4 Bridge Street,
Sydney.

SOLICITOR

J. B. Lange,
155 Castlereagh Street,
Sydney.

BANKERS

Bank of New South Wales
Liverpool and Castlereagh Streets Branch.

CONTENTS

CHAIRMAN'S REPORT	....	....	....	....	....	....	1
FINANCIAL STATEMENTS	....	....	....	....	....	....	4
AUDITOR'S REPORT	....	....	....	....	....	....	5
SUPERVISORY COMMITTEE'S REPORT	....	....	....	....	....	....	6

CHAIRMAN'S REPORT

I have pleasure in submitting the Fifth Annual Report of the Main Roads Staff Credit Union Ltd. covering the year ended 30th June, 1969. The year has been a very good one for the Credit Union and there has been much activity. The Credit Union has been in the position of being of assistance to many members of the staff in a time of need, which primarily is the main reason for a Credit Union.

As a result of the elections at the Annual Meeting held on 23rd September, 1968, the retiring members of the Board of Directors, Messrs. J. Vallentine, N. D. King, G. C. Sheldon and the undersigned were re-elected for a further two years and the Board consequently continued throughout the year unaltered since the inception of the Credit Union. At the first Committee Meeting of the Board in this year, I was re-elected Chairman of the Board. I acknowledge on behalf of the members of the Credit Union the regular attendance and keen interest of the Members of the Board who have continued to follow a sound policy in the important task of safeguarding and investing the money entrusted to the Credit Union. During the year there were 37 meetings of the Board of Directors. The individual members were present at these meetings as follows:— C. W. Mansfield (34), N. D. King (33), J. Vallentine (32), G. C. Sheldon (32), E. F. Mullin (27), and C. W. Mathews (27). The absences from the Board Meetings were covered by leave for Departmental official duties away from Sydney, annual leave and sick leave.

In accordance with the Rules of the Union, Messrs. R. E. Johnston, C. W. Mathews and E. F. Mullin must retire at the 1969 Annual Meeting. These Board Members are eligible for and have offered themselves for re-election.

During the year, due to the increasing volume of work involved in the administration of the Union and which could no longer be carried out by voluntary and part-time assistance in the office, the Board decided to appoint a clerical officer full-time. Mr. A. P. McBaron entered on duty on 15th July, 1968. Later, Miss Kerry Medway was engaged as typiste-clerk on full-time duties on 31st March, 1969. Mr. G. H. Woodlands has continued as a casual employee, usually two days per week, on posting and balancing the personal ledger accounts which are up to date.

The progress made by the Union during the year was very gratifying and the increasing interest, both by depositors and borrowers continued. Credit Union Committees have been established in all Divisional Offices except Lithgow and Goulburn. These Committees submit a report to the Board on applicants for loans which materially assists with the administration of the Union.

The following summary gives a picture of the growth of the Union since the commencement and of the position as at the close of the year. The Income and Expenditure Statement and Balance Sheet, which will be submitted separately, provide the information in more detail.

	December 1964				
	to 30/6/65	30/6/66	30/6/67	30/6/68	30/6/69
Members	182	343	494	692	936
Capital	\$1,820	\$3,430	\$4,940	\$6,920	\$9,360
(Shares—nominal value, \$2 each)					
Deposits	\$22,075	\$73,705	\$124,682	\$185,689	\$285,155
Loans outstanding	\$23,316	\$77,423	\$132,536	\$194,655	\$280,564
Repayments of principal on loans	\$3,589	\$29,936	\$61,127	\$98,600	\$139,059

It is interesting to note that the total of approved loans since the inception of the Union is \$612,875, of which \$332,311 has been repaid, leaving the balance outstanding as quoted above at \$280,564. I am pleased to report that so far no bad debts have been incurred. It will be noted that provision in an amount of \$5,000 has been deducted from the balance of debts outstanding for doubtful debts.

The Union had not at 30th June, 1969, received an assessment of income taxation for the year 1967-68 and a taxation return has been submitted for the current year on the basis of the Union being a mutual society. There is a South Australian Credit Union case before the High Court and, on a decision being given, the Deputy Commissioner of Taxation for this State will then no doubt issue assessments accordingly.

The Union continued membership of the Credit Union League during the year for which the fees of \$533.25 were paid. Regular advices are received from the League on important matters and the League is always available for enquiries. The League has been closely following matters of income taxation in the Commonwealth field and in Receipt Tax in the State.

Loan Protection Insurance is arranged to cover outstanding balances and interest in the event of death of members who have borrowed from the Union. It is regretted that claims became necessary in respect of Messrs. F. Atchison, W. McCarthy and C. P. Van Helsdingen during this year. The cost of the premiums paid during the year was \$1,240.~~52~~

Early in the year, the Union had some surplus funds, when demand for loan money fell off to some extent, and \$10,000 was invested in the P.S.A. Permanent Building Society Ltd. A further \$10,000 was invested later in the year in the United Permanent Building Society. \$20,000, therefore, is invested by the Union at present. It is anticipated that in the Credit Union Act, to operate probably from the commencement of the ensuing year, a liquid reserve will be needed and it is expected that these investments will either cover, or go close to covering, this requirement in the new Act.

We look forward to some big changes in the ensuing year. The Credit Union Act will be brought into operation and the Board of Directors will be recommending some changes in the Rules of the Union to the members.

The members of the Supervisory Committee have been very active during the year and a report will be separately submitted from the Committee. The work of this Committee is very important and responsible and on behalf of all the members I extend sincere thanks to members for services rendered.

I must place on record my appreciation and indeed the thanks of all the members to the members of the Board of Directors for their regular attendance at meetings and their attention to the many important matters dealt with. In particular, our thanks go to Mr. J. Vallentine, a member of the Board and also the Secretary and Public Officer of the Credit Union, for his valuable assistance in the management of the Union.

C. W. MANSFIELD,
Chairman.

936 - Members.

~~5 x \$2 Shares each.~~

~~= \$4680~~

~~x \$2.~~

~~to~~

\$9360

Total Value
of Shares.

MAIN ROADS STAFF CREDIT UNION LIMITED

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30th JUNE, 1969

	1968	1968	1968	1968
	\$	\$	\$	\$
1968				
\$				
105	195.00	16,800	Interest on Loans	23,496.07
396	533.25	194	Bank Interest	208.20
74	123.90	120	Entrance Fees	148.00
—	(3.75)	1	Sundry Income	14
300	340.00	—	Interest on Investments	724.59
3	48.17			
970	1,240.52			
9,917	14,308.43			
551	239.58			
19	82.40			
—	200.00			
740	4,039.64			
	<u>21,354.64</u>			
13,075				
4,040		3,222.36 ✓		
		<u>\$24,577.00</u>		<u>\$24,577.00</u>
\$17,115				
		<u>\$17,115</u>		

PROFIT AND LOSS APPROPRIATION ACCOUNT

	1968	1968	1968	1968
	\$	\$	\$	\$
1969				
June 30				
Provision for Taxation	43.05	July 1	Balance brought forward	1,314.67 ✓
Transfer to Statutory Reserve	1,997.00	1969		
Unappropriated Balance carried down	2,496.98 ✓	June 30	Excess of Income over Expenditure transferred	3,222.36 ✓
	<u>\$4,537.03</u>			<u>\$4,537.03</u>
			Balance carried forward	<u>\$2,496.98</u>

*936 Members = 9360.
 x \$10 ea*

BALANCE SHEET AS AT 30th JUNE, 1969

LIABILITIES		ASSETS	
1968	\$	1968	\$
6,920	9,360.00	189,655	280,564.29
1,315	6.94		5,000.00
376	9,353.06		275,564.29
			10.00
			3,781.23
			40.00
			100.00
			10,000.00
			10,000.00
			20,000.00
			115.00
			\$299,610.52

LOANS TO MEMBERS
 Less: Provision for Doubtful Debts
 SHARES IN N.S.W. CREDIT UNION LEAGUE
 BANK OF NEW SOUTH WALES — Liverpool and Castlereagh Streets
 PETTY CASH ON HAND
 ACCRUED INCOME
 INVESTMENTS—
 P.S.A. Permanent Building Society Ltd.
 United Permanent Building Society Ltd.
 OFFICE EQUIPMENT (At Cost less Depreciation)

AUDITOR'S REPORT

We have examined the Books, Accounts and Vouchers of the Society, 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 Society's affairs and the net Profit for the year ended 30th June, 1969.

In our opinion, the Register of Members and other Records which the Society 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 Society have been observed.

31st July, 1969.
 4 Bridge Street,
 SYDNEY.

W. J. MULLANE & CO., Registered Public Accountants and Auditors.
 (Registered under the Public Accountants Registration Act, 1945, as amended.)

REPORT OF THE SUPERVISORY COMMITTEE

The Supervisory Committee has carried out a thorough examination of the books and records of the Main Roads Staff Credit Union Ltd. for the year ended 30th June, 1969.

As a result of this examination, we consider that the Main Roads Staff Credit Union Ltd. is being conducted in a proper manner and in the best interests of the members.

I. H. McKAY

D. L. JONES

B. M. WRIGHTSON

Supervisory Committee

