

YOUR

FUTURE



LOCAL GOVERNMENT®
SUPERANNUATION SCHEME

LOCAL GOVERNMENT SUPER
Accumulation and Executive Scheme - ABN 74 925 979 278

Financial year ending June 2010

Sometimes it pays to have all your eggs in one basket



Conventional wisdom suggests that when it comes to investing, it's wise not to have all your eggs in one basket. But when it comes to superannuation funds, the opposite is the case. Of course, the diversification of investments within your super account is still recommended.

Why? Because if you've changed jobs over the years, you probably have super scattered around in different superannuation schemes or funds, set up by your various employers. The problem with this is that you're eroding your retirement savings because you're paying fees and charges in each of those funds. And those fees can really add up.

In general, consolidating your super is a good idea but you do have to check a few things first. There may be exit fees applied by some of your old funds or you may have insurance with them which might not be available at the destination fund. To check on this, you should contact your old funds or seek advice from one of our financial planners.

To stop wasting money on multiple fees and charges, it pays to move all of your super into one superannuation fund. As a member of Local Government Super, you get competitive investment returns, some of the lowest fees around and other member benefits.

To consolidate your super with LGS today simply download the "Transfer-in Authority" form from www.lgsuper.com.au or call us on **1300 369 901** for more information.

Need information on what's been happening in investment markets?

If you would like to read about what happened in investment markets during the financial year visit our website at www.lgsuper.com.au and go to the Performance section.

2010 Federal Budget

The proposed changes that affect you ... but not for some time

Superannuation Guarantee (SG) increase to 12%

Commencing on 1 July 2013, the SG will gradually increase from its current level of 9%, reaching 12% on 1 July 2019. The table shows the scheduled increases.

Extra super contribution for low income earners

From 1 July 2012, the Federal Government will make an annual contribution up to \$500 for individuals on adjusted taxable incomes of up to \$37,000. In effect, this cancels out the 15% concessional contribution tax that low-income earners pay on contributions going into their super account.

Date	New SG amount
Today	9.00%
1 July 2013	9.25%
1 July 2014	9.50%
1 July 2015	10.00%
1 July 2016	10.50%
1 July 2017	11.00%
1 July 2018	11.50%
1 July 2019	12.00%

Practical environmental leadership

LGS launches 1,000sqm solar installation



In July Local Government Super (LGS) launched the installation of 1,000sqm of solar photovoltaic panels on one of its commercial office buildings in Macquarie Park, New South Wales.

Generating some 15-20% of the required base building energy, the solar panels will significantly reduce the grid energy required by the building, reduce emissions and provide a leading example of how renewable energy can be applied in office buildings.

The solar power installation is just one of a number of initiatives LGS is undertaking as part of its wider environment investment strategy.

LGS has a long-standing commitment to environmental leadership and, in particular, the sustainable upgrade of existing buildings.

Many property owners in the commercial sector have been pursuing sustainable strategies but for the most part this has primarily been focused on new buildings, with existing buildings considered too expensive to upgrade or too difficult to implement.

LGS has however been able to demonstrate that there are cost-effective ways in which to upgrade existing buildings through the use of leading Australian technologies and a solid tenancy engagement strategy.

This solar panel project along with other LGS initiatives provides strong energy efficiency results. More importantly however it is a clear demonstration to the property industry that energy reduction is a reasonable and reachable target for all buildings in Australia, not only new ones.

Over the past 18 months, LGS has upgraded five of its commercial properties with the support of AusIndustry Green Building Fund grants.

Upgrade works have included the installation of leading Australian technologies including e1 lighting, the Shaw Method of Air Conditioning, solar panels, and a further exemplar project is looking to implement a tri-generation system powered by the multi fuel capable Bennett Clayton engines.

The results of these upgrades have already exceeded expectations, with the buildings targeted to move to a NABERS energy rating of 5 stars, in line with new building performance.

Annual Reports online

Help us reduce our carbon footprint.

Go to our website www.lgsuper.com.au to view the Annual Report online instead. The next Annual Report will be available in December. If you would prefer a printed copy, please call us on 1300 369 901.

Investment performance as at 30 June 2010

1 year

Strategy	%p.a.*
High Growth	13.1
Balanced Growth	12.8
Balanced	12.2
Conservative	11.7
Cash	4.9

5 year returns

Strategy	%p.a.*
High Growth	1.7
Balanced Growth	2.3
Balanced	2.4
Conservative	2.6
Cash	5.2

* All returns are shown to one decimal place. Investment returns shown are historical and future performance cannot be guaranteed. Investment returns can go up and down and past performance is not a reliable indicator of future performance.

Regional office details:

Lismore
81 - 83 Molesworth St

Newcastle
161 King St

Orange
187 Summer St

Office hours 8.30am - 5.00pm Monday - Friday

*Bookings are essential. Phone 1300 369 901 to make an appointment.

Parramatta
Suite 3, Ground floor, 10-14 Smith St

Sydney
28 Margaret St

Wagga Wagga
Shop 2/209 Baylis St

Wollongong
Shop 2/60 Burelli St

Albury*
621 Dean St

If you have any questions, feel free to contact Member Services on 1300 369 901 or visit www.lgsuper.com.au

This paper is certified under Environmental Management Systems ISO14001.



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