

STRONG COMMUNITIES

BUILD ALBERTA

Audit and Finance Committee

Financial Report
Year End 2018



Financial Report

2018 – 19 Audit and Finance Committee Members

- Mohinder Banga - Chair Director, AUMA Board
- Peter Pellatt Director, AUMA Board
- Elaine Noel-Bentley Director, APEX Board
- Al Mondor, FCPA, FCA Director, AMSC Board
- Matthew Goudy City of Lacombe
- Mark Wiltzen, CPA, CA Independent
- Sheila Smigarowski, CPA, CA Independent



Financial Statements

2018 Audited Financial Statements

Three Sets of Statements in Report:

1. Consolidated financial statements of Alberta Urban Municipalities Association, which includes the operations of AUMA, Alberta Municipal Services Corporation (AMSC), and AMSC Insurance Services Ltd.
2. Alberta Municipal Insurance Exchange (MUNIX)
3. APEX Supplementary Pension Plan (APEX)



Financial Statements

2018 Audited Financial Statements

- Prepared in accordance:
 - AUMA consolidated -> Canadian accounting standards for not-for-profit organizations
 - MUNIX -> International Financial Reporting Standards (IFRS)
 - APEX -> Canadian accounting standards for pension plans
- Unqualified Opinion



2018 Audited Financial Statements **Summary of Financial Results**

Alberta Urban Municipalities Association (Advocacy consolidated with Business operations)

- Consolidated Assets of AUMA as at December 31, 2018 total \$164M with Net Assets of \$77M
- Consolidated AUMA, generated a Surplus of \$11M on Gross Revenues of \$198M
- This translates to a 2% operating margin, allowing AUMA to fund its reserve requirements and rebate its customers \$500,000 in each year from 2016 to 2018



2018 Audited Financial Statements **Summary of Financial Results**

Alberta Municipal Insurance Exchange (MUNIX)

- \$57M in Assets
- \$34M of Subscribers' surplus
- has a \$25.1M funding surplus as measured by the Alberta Superintendent of Insurance Funding Test (surplus was \$15.7M in 2017 and \$10.5M in 2016)



2018 Audited Financial Statements **Summary of Financial Results**

APEX Supplementary Pension Plan (APEX)

- \$63M in Assets
- at December 31, 2018 had a \$7.9M Funding Deficit
- plan text changes will be implemented in 2020 to manage this deficit

2018 Audited Financial Statements

Solid Strategic, Business, and Operational Plans developed by Management and the Governance Boards, ensures your Association continues:

- to be financially sustainable
- to deliver excellent value of the aggregated services provided to the membership
- has the ability to meet future challenges
- is able explore evolving opportunities as a solutions based organization
- to provide rebates to its business customers when financially able



Financial Report

2018 AUMA/AMSC Annual Report

For more information regarding:

- Corporate Governance Practices
- Corporate Initiatives and Accomplishments
- Performance Measures
- Detailed Financial Results

Review the Annual Report at www.auma.ca



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Financial Report

Thank you

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