

**INTERNATIONAL ACTUARIAL ASSOCIATION**

**FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 2020**

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**PARKER PRINS LEBANO**  
**Chartered Professional Accountants**  
Professional Corporation

## **INDEPENDENT AUDITORS' REPORT**

To the Members of the:  
**INTERNATIONAL ACTUARIAL ASSOCIATION**

### **Opinion**

We have audited the financial statements of the International Actuarial Association (IAA), which comprise the Statement of Financial Position as at December 31, 2020, and the Statements Of Changes In Net Assets, Revenues And Expenses, and Cash Flows for the year then ended, and Notes To The Financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of IAA as at December 31, 2020 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### **Basis for Opinion**

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of IAA in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Other Matter**

There is tremendous uncertainty in regards to the negative economic impact of the COVID-19 pandemic. It is very possible that there will be significant decreases in revenues and the inability of the organization to adjust expenses may result in a significant negative impact on excess of revenues over expenses. The ability for the organization to sustain operations will be dependent on a variety of factors. These financial statements do not include any adjustments or accruals for these potential effects.

### **Information Other than the Financial Statements and Auditors' Report Thereon**

Management is responsible for the other information. The other information comprises the information included in IAA's Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing IAA's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate IAA or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing IAA's financial reporting process.

### **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of IAA's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on IAA's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause IAA to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### **Supplementary Financial Information**

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the schedules on pages 13 through 16 of IAA's financial statements.



Parker Prins Lebano Chartered Professional Accountants Professional Corporation  
Authorized to practice public accounting by the Chartered Professional Accountants of Ontario

Ottawa, Ontario  
May 13, 2021

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# INTERNATIONAL ACTUARIAL ASSOCIATION

## STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2020

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	<u>2020</u>	<u>2019</u>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 390,963	\$ 179,078
Investments (Note 4)	1,130,846	435,907
Trade receivables	27,759	77,161
Inventories	55,983	58,027
Prepaid expenses	<u>181,711</u>	<u>93,142</u>
	1,787,262	843,315
INVESTMENTS (Note 4)	2,039,976	1,955,667
NOTE RECEIVABLE (Note 5)	-	360,000
CAPITAL ASSETS (Note 6)	<u>164,322</u>	<u>206,483</u>
	<u>\$ 3,991,560</u>	<u>\$ 3,365,465</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 158,815	\$ 193,382
Deferred membership revenue	<u>21,915</u>	<u>22,547</u>
	<u>180,730</u>	<u>215,929</u>
<b>CONTRIBUTIONS HELD FOR:</b>		
Congress Bursary Fund Article 34 (Note 7)	267,832	251,811
Financial Assistance Fund (Note 8)	7,776	8,776
Advice and Assistance Fund (Note 9)	31,264	31,502
IAA Section Fund (Note 10)	35,287	71,116
IAA Special Fund (Note 11)	187,583	180,000
Projects	<u>-</u>	<u>4,924</u>
	<u>529,742</u>	<u>548,129</u>
	<u>710,472</u>	<u>764,058</u>
Contractual obligations (Note 12)		
<b>NET ASSETS</b>		
INVESTED IN CAPITAL ASSETS	164,322	206,483
UNRESTRICTED NET ASSETS	<u>3,116,766</u>	<u>2,394,924</u>
	<u>3,281,088</u>	<u>2,601,407</u>
	<u>\$ 3,991,560</u>	<u>\$ 3,365,465</u>

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The accompanying notes are an integral part of these financial statements.

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# INTERNATIONAL ACTUARIAL ASSOCIATION

## STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31, 2020

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	<u>2020</u>	<u>2019</u>
BALANCE, BEGINNING OF THE YEAR	\$ 2,601,407	\$ 2,494,128
EXCESS OF REVENUES OVER EXPENSES	700,681	107,279
DISBURSEMENT OF SECTION NET ASSETS	<u>(21,000)</u>	<u>-</u>
BALANCE, END OF THE YEAR	<u>\$ 3,281,088</u>	<u>\$ 2,601,407</u>

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# INTERNATIONAL ACTUARIAL ASSOCIATION

## STATEMENT OF REVENUES AND EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2020

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	<u>2020</u>	<u>2019</u>
<b>REVENUES</b>		
Membership dues	\$ 2,112,181	\$ 2,365,080
Interest and investment	70,814	62,567
Book sales	16,785	30,255
Colloquia/Web seminars	-	7,693
Other income	<u>25,294</u>	<u>34,547</u>
	2,225,074	2,500,142
IAA, Congress Bursary, Financial Assistance and Advice and Assistance Funds	1,238	23,993
IAA Section Funds	<u>40,754</u>	<u>30,274</u>
	<u>2,267,066</u>	<u>2,554,409</u>
<b>EXPENSES</b>		
Amortization	63,313	66,578
Bank charges and service fees	10,555	12,161
Bulletins (recovery)	17,685	(21,055)
Bursaries	7,149	26,384
Committee and representation	7,963	86,762
Gifts and awards	9,673	24,944
Initiatives	47,054	95,578
Insurance	33,861	33,970
Investment expenses	2,426	2,347
Loss on foreign exchange	6,054	10,874
Meetings - Colloquia	4,307	144,554
Office and overhead	29,616	60,293
Office space	129,090	123,997
Printing	2,071	8,751
Professional services	38,449	49,568
Statutory meetings - logistics	(356)	392,133
Statutory meetings - travel and accommodation	9,469	117,067
Support staff	1,102,243	1,204,291
Telephone, fax and teleconferencing	13,434	30,319
Translation	2,385	2,318
Travel - general	2,557	19,535
Unrealized gain on investments	(47,755)	(140,695)
Web seminars	1,314	7,148
Website services and development	<u>73,470</u>	<u>65,990</u>
	1,566,027	2,423,812
IAA, Congress Bursary, Financial Assistance and Advice and Assistance Funds	<u>358</u>	<u>23,318</u>
	<u>1,566,385</u>	<u>2,447,130</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>\$ 700,681</u>	<u>\$ 107,279</u>

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# INTERNATIONAL ACTUARIAL ASSOCIATION

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2020

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	<u>2020</u>	<u>2019</u>
<b>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES</b>		
Excess of revenue over expenses	\$ 700,681	\$ 107,279
Items not affecting cash:		
Amortization	63,313	66,578
Unrealized gain on investments	(47,755)	(140,695)
Revenues of IAA, Congress Bursary, Financial Assistance and Advice and Assistance Funds	(1,238)	(23,993)
Revenues of IAA Section Funds	(40,754)	(30,274)
Net change in non-cash working capital:		
Trade receivables	49,402	(25,402)
Inventories	2,044	3,313
Prepaid expenses	(88,569)	21,180
Note receivable	360,000	(360,000)
Accounts payable and accrued liabilities	(34,567)	(22,166)
Deferred membership revenue	(632)	(66,497)
	<u>961,925</u>	<u>(470,677)</u>
<b>CASH FLOWS (USED FOR) FROM INVESTING ACTIVITIES</b>		
Additions to capital assets, net of dispositions	(21,151)	(2,719)
Net proceeds of investments	(731,493)	17,031
	<u>(752,644)</u>	<u>14,312</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Contributions received from held funds	23,604	371,040
<b>OTHER ACTIVITY</b>		
Disbursement of section net assets	(21,000)	-
<b>NET INCREASE (DECREASE) IN CASH DURING THE YEAR</b>	<b>211,885</b>	<b>(85,325)</b>
<b>CASH AND EQUIVALENTS, BEGINNING OF YEAR</b>	<u>179,078</u>	<u>264,403</u>
<b>CASH AND EQUIVALENTS, END OF YEAR</b>	<u>\$ 390,963</u>	<u>\$ 179,078</u>

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# INTERNATIONAL ACTUARIAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2020

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### 1. NATURE OF THE ASSOCIATION

The International Actuarial Association (IAA) was incorporated in accordance with the laws of Switzerland. Founded in 1895, and reformed in 1998 with a new constitution, the IAA is the worldwide association of professional actuarial associations, with a number of special interest sections for individual actuaries. The IAA's mission is to represent the actuarial profession and promote its role, reputation and recognition in the international domain and to promote professionalism, develop education standards and encourage research.

The IAA is a non-profit organization under the Income Tax Act and, as such, is exempt from income taxes.

A number of Sections operate under the jurisdiction of the IAA constitution - Actuarial Approach for Financial Risks (AFIR/ERM), Actuarial Studies in Non-Life Insurance (ASTIN), Actuaries Without Borders (AWB), IAA Health Section (IAAHS), International Association of Consulting Actuaries (IACA), IAA Life Section (IAALS) and the Pensions, Employee Benefits & Social Security (PBSS).

### 2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations, and reflect the following policies:

#### REVENUE RECOGNITION

The IAA follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Membership dues are recognized in the year to which the dues relate. Dues revenue received in advance are deferred to the year to which the dues relate.

Revenues from Colloquia/Web seminars are recognized in the year in which these events are held, when the IAA assumes the organization of the events.

Interest and investment revenue is recognized on an accrual basis.

Book sales are recognized when the books are delivered.

#### IN-KIND CONTRIBUTIONS

Contributed materials and services which are used in the normal course of the IAA's operations and would otherwise have been purchased are recorded at their fair value at the date of contribution if fair value can be reasonably estimated.

#### USE OF ESTIMATES

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The area of significant estimate includes the useful life of the tangible capital assets.



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# INTERNATIONAL ACTUARIAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (continued)

DECEMBER 31, 2020

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### 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### FINANCIAL INSTRUMENTS

##### Measurement

The IAA initially measures its financial assets and liabilities at fair value. The IAA subsequently measures all its financial assets and liabilities at amortized cost, except for short-term and long-term investments which are measured at fair value. Changes in fair value are recognized in the statement of revenues and expenses.

##### Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment.

##### Transaction costs

Transaction costs related to financial instruments that will be subsequently measured at fair value are recognized in the statement of revenues and expenses in the year incurred. Transaction costs related to financial instruments subsequently measured at amortized cost are included in the original cost of the asset or liability and recognized in the statement of revenues and expenses over the life of the instrument using the straight-line method.

#### CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist primarily of cash on hand and cash deposits with banks and investment accounts.

#### INVENTORIES

Inventories are measured at the lower of cost and net realizable value. The cost is determined on a first-in, first-out basis.

#### CAPITAL ASSETS

Purchased capital assets are stated at cost less accumulated amortization. Amortization is provided based on the assets' respective estimated useful lives using the diminishing balance and straight-line methods at the following rates:

Software	3 years
Computer equipment	3-10 years
Furniture	5 years
Leasehold improvements	duration of the lease
Equipment under capital lease	duration of the lease

#### FOREIGN CURRENCY TRANSLATION

Foreign currency transactions are translated into Canadian dollars using the temporal method. Foreign currency transactions are translated at the rates of exchange prevailing at the dates of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate in effect at year-end. Gains and losses on translation are reflected in the statement of revenues and expenses.

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# INTERNATIONAL ACTUARIAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (continued)

DECEMBER 31, 2020

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### 3. FINANCIAL INSTRUMENTS

#### PRICE RISK

Investment in financial instruments renders the IAA subject to price risks. There are three types of price risk: currency risk, interest rate risk and market risk. Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The IAA is mainly exposed to interest rate risk and market risk. The IAA is exposed to interest rate risk on its fixed-interest bonds, and exposed to market risk through its investments in exchange traded funds.

#### CONCENTRATION OF RISK

Concentrations of risk exist when a significant proportion of the portfolio is invested in securities with similar characteristics or subject to similar economic, political or other conditions. Management believes that the concentrations described above do not represent excessive risk to the IAA.

#### CURRENCY RISK

As at December 31, 2020, cash and investments of \$23,562 and \$11,234 (2019 - \$14,106 and \$430) are shown in US dollars and Euros respectively, and converted into Canadian dollars. The IAA does not use derivative instruments to reduce exposure to foreign exchange risk.

There have not been any changes in the risks from the prior year.

### 4. INVESTMENTS

Unless otherwise noted, cost approximates fair market value.

	<u>2020</u>	<u>2019</u>
SHORT-TERM INVESTMENTS:		
IAA (excluding Sections)		
Money market fund	\$ 7,253	\$ 7,202
Treasury Bills	100,616	113,240
Guaranteed Investment Certificate	703,635	-
AFIR/ERM		
Treasury Bills	65,350	120,231
ASTIN		
Treasury Bill	125,275	114,201
AWB		
Treasury Bill	-	1,514
IAAHS		
Treasury Bill	15,139	9,804
IACA		
Treasury Bill	36,404	30,732
IAALS		
Treasury Bill	59,942	32,567
PBSS		
Treasury Bill	17,232	6,416
	<u>\$ 1,130,846</u>	<u>\$ 435,907</u>

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# INTERNATIONAL ACTUARIAL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (continued)

DECEMBER 31, 2020

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## 4. INVESTMENTS (continued)

	<u>2020</u>	<u>2019</u>
LONG-TERM INVESTMENTS:		
IAA (excluding Sections)		
Exchange traded bond fund (cost \$231,353)	\$ 238,797	\$ 204,420
Exchange traded indexed fund (cost \$110,513)	137,102	119,653
AFIR/ERM		
Exchange traded bond fund (cost \$194,682)	200,433	175,616
Exchange traded bond fund (cost \$83,912)	86,612	36,636
Exchange traded indexed fund (cost \$160,166)	198,702	221,152
ASTIN		
Exchange traded bond fund (cost \$379,302)	391,506	396,961
Exchange traded indexed fund (cost \$231,472)	287,165	276,316
AWB		
Exchange traded bond fund	-	13,993
Exchange traded indexed fund	-	8,919
IAAHS		
Exchange traded bond fund (cost \$40,724)	42,034	40,441
Exchange traded indexed fund (cost \$24,092)	29,889	29,671
IACA		
Exchange traded bond fund (cost \$99,211)	102,403	103,310
Exchange traded indexed fund (cost \$60,018)	74,459	73,939
IAALS		
Exchange traded bond fund (cost \$115,373)	119,085	123,517
Exchange traded indexed fund (cost \$69,976)	86,812	86,208
PBSS		
Exchange traded bond fund (cost \$24,470)	25,257	25,345
Exchange traded indexed fund (cost \$15,896)	19,720	19,570
	<u>\$ 2,039,976</u>	<u>\$ 1,955,667</u>

## 5. NOTE RECEIVABLE

The note receivable consisted of an estimated amount owing from the 2018 world congress upon liquidation. The amount carried no specific terms and was received in full in 2020.

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# INTERNATIONAL ACTUARIAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (continued)

DECEMBER 31, 2020

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### 6. CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>2020 Net Book Value</u>	<u>2019 Net Book Value</u>
Software	\$ 261,369	\$ 130,763	\$ 130,606	\$ 170,250
Computer equipment	55,562	38,580	16,982	14,337
Furniture and fixtures	47,902	44,379	3,523	5,157
Leasehold improvements	35,265	22,054	13,211	16,739
	<u>\$ 400,098</u>	<u>\$ 235,776</u>	<u>\$ 164,322</u>	<u>\$ 206,483</u>

### 7. CONTRIBUTIONS HELD FOR CONGRESS BURSARY FUND

The Congress Bursary Fund represents contributions received in support of bursaries relating to congresses. This fund is externally restricted.

	<u>2020</u>	<u>2019</u>
Beginning balance	\$ 251,811	\$ 57,820
Add: contributions received	16,021	190,991
Add: amounts not received (utilized)	-	3,000
Ending balance	<u>\$ 267,832</u>	<u>\$ 251,811</u>

### 8. CONTRIBUTIONS HELD FOR FINANCIAL ASSISTANCE FUND

The Financial Assistance Fund represents contributions received in support of the work of actuaries and the actuarial profession in developing countries. This fund is externally restricted.

	<u>2020</u>	<u>2019</u>
Beginning balance	\$ 8,776	\$ 14,751
Less: amounts utilized	(1,000)	(5,975)
Ending balance	<u>\$ 7,776</u>	<u>\$ 8,776</u>

### 9. CONTRIBUTIONS HELD FOR ADVICE AND ASSISTANCE FUND

The Advice and Assistance Fund represents contributions received in support of IAA membership requirements to member associations, to associations seeking to become members of the IAA, and to establish new associations or strengthen existing associations and develop the elements of actuarial education and an actuarial profession. This fund is externally restricted.

	<u>2020</u>	<u>2019</u>
Beginning balance	\$ 31,502	\$ 52,520
Less: amounts utilized	(238)	(21,018)
Ending balance	<u>\$ 31,264</u>	<u>\$ 31,502</u>

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# INTERNATIONAL ACTUARIAL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (continued)

DECEMBER 31, 2020

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## 10. CONTRIBUTIONS HELD FOR IAA SECTION FUND

The IAA Section Fund represents contributions received to support the IAA Section administrative costs. This fund is externally restricted.

	<u>2020</u>	<u>2019</u>
Beginning balance	\$ 71,116	\$ 101,390
Add: contributions transferred from Sections	4,925	-
Less: amounts utilized	<u>(40,754)</u>	<u>(30,274)</u>
Ending balance	<u>\$ 35,287</u>	<u>\$ 71,116</u>

## 11. CONTRIBUTIONS HELD FOR IAA SPECIAL FUND

The IAA Special Fund represents contributions received to finance the Committee and Council meetings, and to support IAA's initiative to fund travel costs of delegates from developing countries to attend IAA Committee and Council meetings. This fund is externally restricted.

	<u>2020</u>	<u>2019</u>
Beginning balance	\$ 180,000	\$ -
Add: contributions	<u>7,583</u>	<u>180,000</u>
Ending balance	<u>\$ 187,583</u>	<u>\$ 180,000</u>

## 12. CONTRACTUAL OBLIGATIONS

The IAA has leased its premises, with a lease agreement expiring in October 2024. The minimum annual lease payments are based upon a per square foot base rent charge plus a proportionate share of operating costs and taxes.

Minimum payments over the next four years are as follows:

2021	\$ 148,400
2022	148,400
2023	148,400
2024	<u>123,667</u>
	<u>\$ 568,867</u>

The IAA has entered into multiple contracts for hotel and venue accommodations for biannual conferences. While the IAA agreed to pay for the events accommodation, cancellation insurance has been purchased, alleviating the IAA from financial commitment.

**INTERNATIONAL ACTUARIAL ASSOCIATION**  
**SCHEDULE OF FINANCIAL POSITION (Unaudited)**  
**DECEMBER 31, 2020**

	IAA Excluding Sections	AFIR/ERM	ASTIN	AWB	IAAHS	IACA	IAALS	PBSS	2020	2019
<b>ASSETS</b>										
<b>CURRENT</b>										
Cash	\$ 306,773	\$ 43,258	\$ 9,414	\$ 2,861	\$ 6,613	\$ 1,843	\$ 11,823	\$ 8,378	\$ 390,963	\$ 179,078
Investments	811,504	65,350	125,275	-	15,139	36,404	59,942	17,232	1,130,846	435,907
Trade receivables	20,009	1,050	450	-	1,800	1,150	2,000	1,300	27,759	77,161
Inventories	55,983	-	-	-	-	-	-	-	55,983	58,027
Prepaid expenses	155,229	314	18,633	-	314	6,593	314	314	181,711	93,142
	1,349,498	109,972	153,772	2,861	23,866	45,990	74,079	27,224	1,787,262	843,315
INVESTMENTS	375,900	485,747	678,670	-	71,923	176,863	205,897	44,976	2,039,976	1,955,667
NOTE RECEIVABLE	-	-	-	-	-	-	-	-	-	360,000
CAPITAL ASSETS	128,072	8,515	9,898	-	3,498	2,784	7,568	3,987	164,322	206,483
	<u>\$ 1,853,470</u>	<u>\$ 604,234</u>	<u>\$ 842,340</u>	<u>\$ 2,861</u>	<u>\$ 99,287</u>	<u>\$ 225,637</u>	<u>\$ 287,544</u>	<u>\$ 76,187</u>	<u>\$ 3,991,560</u>	<u>\$ 3,365,465</u>
<b>LIABILITIES AND NET ASSETS</b>										
<b>CURRENT</b>										
Accounts payable and accrued liabilities	\$ 129,240	\$ 7,024	\$ 14,325	\$ 409	\$ 1,006	\$ 887	\$ 4,053	\$ 1,871	\$ 158,815	\$ 193,382
Deferred revenue	6,615	2,100	3,250	-	2,800	2,050	2,650	2,450	21,915	22,547
	135,855	9,124	17,575	409	3,806	2,937	6,703	4,321	180,730	215,929
<b>CONTRIBUTIONS HELD FOR:</b>										
Congress Bursary Fund Article 34	267,832	-	-	-	-	-	-	-	267,832	251,811
Financial Assistance Fund	7,776	-	-	-	-	-	-	-	7,776	8,776
Advice and Assistance Fund	31,264	-	-	-	-	-	-	-	31,264	31,502
IAA Section Fund	35,287	-	-	-	-	-	-	-	35,287	71,116
IAA Special Fund	187,583	-	-	-	-	-	-	-	187,583	180,000
Projects	-	-	-	-	-	-	-	-	-	4,924
	529,742	-	-	-	-	-	-	-	529,742	548,129
	665,597	9,124	17,575	409	3,806	2,937	6,703	4,321	710,472	764,058
<b>NET ASSETS</b>										
INVESTED IN CAPITAL ASSETS	128,072	8,515	9,898	-	3,498	2,784	7,568	3,987	164,322	206,483
UNRESTRICTED NET ASSETS	1,059,801	586,595	814,867	2,452	91,983	219,916	273,273	67,879	3,116,766	2,394,924
	1,187,873	595,110	824,765	2,452	95,481	222,700	280,841	71,866	3,281,088	2,601,407
	<u>\$ 1,853,470</u>	<u>\$ 604,234</u>	<u>\$ 842,340</u>	<u>\$ 2,861</u>	<u>\$ 99,287</u>	<u>\$ 225,637</u>	<u>\$ 287,544</u>	<u>\$ 76,187</u>	<u>\$ 3,991,560</u>	<u>\$ 3,365,465</u>

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# INTERNATIONAL ACTUARIAL ASSOCIATION

## SCHEDULE OF CHANGES IN NET ASSETS (Unaudited)

FOR THE YEAR ENDED DECEMBER 31, 2020

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	IAA Excluding Sections	AFIR/ERM	ASTIN	AWB	IAAHS	IACA	IAALS	PBSS	2020	2019
BALANCE, BEGINNING OF THE YEAR	\$ 594,374	\$ 569,383	\$ 806,420	\$ 16,579	\$ 83,004	\$ 214,525	\$ 254,653	\$ 62,469	\$ 2,601,407	\$ 2,494,128
EXCESS OF REVENUES OVER EXPENSES	593,499	25,727	18,345	6,873	12,477	8,175	26,188	9,397	700,681	107,279
DISBURSEMENT OF SECTION NET ASSETS	-	-	-	(21,000)	-	-	-	-	(21,000)	-
BALANCE, END OF THE YEAR	<u>\$ 1,187,873</u>	<u>\$ 595,110</u>	<u>\$ 824,765</u>	<u>\$ 2,452</u>	<u>\$ 95,481</u>	<u>\$ 222,700</u>	<u>\$ 280,841</u>	<u>\$ 71,866</u>	<u>\$ 3,281,088</u>	<u>\$ 2,601,407</u>

# INTERNATIONAL ACTUARIAL ASSOCIATION

## SCHEDULE OF REVENUES AND EXPENSES (Unaudited)

FOR THE YEAR ENDED DECEMBER 31, 2020

	IAA Excluding Sections	AFIR/ERM	ASTIN	AWB	IAAHS	IACA	IAALS	PBSS	2020	2019
<b>REVENUES</b>										
Colloquia/Web seminars	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,693
Interest and investment	15,382	13,941	23,324	746	2,473	6,130	7,209	1,609	70,814	62,567
Membership - Associates	1,400	-	-	-	-	-	-	-	1,400	1,300
Membership - Observers	10,000	-	-	-	-	-	-	-	10,000	20,000
Membership - Patron	35,000	-	-	-	-	-	-	-	35,000	25,000
Membership - Full	1,804,931	54,650	67,400	15,250	23,500	20,400	52,750	26,900	2,065,781	2,318,780
Book sales and other revenue	33,739	1,256	557	1,054	1,611	900	1,908	1,054	42,079	64,802
	1,900,452	69,847	91,281	17,050	27,584	27,430	61,867	29,563	2,225,074	2,500,142
IAA, Congress Bursary, Financial Assistance and Advice and Assistance Funds	1,238	-	-	-	-	-	-	-	1,238	23,993
IAA Section Funds	-	8,646	10,711	2,357	3,773	2,915	8,329	4,023	40,754	30,274
	1,901,690	78,493	101,992	19,407	31,357	30,345	70,196	33,586	2,267,066	2,554,409
<b>EXPENSES</b>										
Amortization	48,313	3,321	3,847	907	1,361	1,077	2,937	1,550	63,313	66,578
Bank charges and service fees	10,467	17	17	15	7	12	10	10	10,555	12,161
Bulletins (recoveries)	(20,000)	10,473	16,711	-	-	(450)	7,549	3,402	17,685	(21,055)
Bursaries	(351)	-	7,500	-	-	-	-	-	7,149	26,384
Committee and representation	7,963	-	-	-	-	-	-	-	7,963	86,762
Gifts and awards	-	5,000	2,538	-	-	2,135	-	-	9,673	24,944
Initiatives	-	4,788	22,835	-	3,215	8,185	4,715	3,316	47,054	95,578
Insurance	33,861	-	-	-	-	-	-	-	33,861	33,970
Investment expenses	2,081	345	-	-	-	-	-	-	2,426	2,347
Loss (gain) on foreign exchange	111,120	(1,354)	(1,596)	(226)	(510)	(450)	(537)	(393)	6,054	10,874
Meetings - Colloquia	793	350	522	350	350	1,969	(377)	350	4,307	144,554
Office and overhead	27,542	85	215	-	84	1,607	-	83	29,616	60,293
Office space	129,090	-	-	-	-	-	-	-	129,090	123,997
Printing	2,071	-	-	-	-	-	-	-	2,071	8,751
Professional services	28,032	1,545	3,675	1,865	655	535	1,449	693	38,449	49,568
Statutory meetings - logistics	(356)	-	-	-	-	-	-	-	(356)	392,133
Statutory meetings - travel and accommodation	9,469	-	-	-	-	-	-	-	9,469	117,067
Support staff	1,102,243	-	-	-	-	-	-	-	1,102,243	1,204,291
Telephone, fax and teleconferencing	10,231	445	891	252	456	349	483	327	13,434	30,319
Translation	2,385	-	-	-	-	-	-	-	2,385	2,318
Travel - general	-	-	2,130	427	-	-	-	-	2,557	19,535
Unrealized gain on investments	(12,115)	(6,070)	(17,476)	(495)	(1,645)	(4,114)	(4,813)	(1,027)	(47,755)	(140,695)
Web seminars	-	263	263	-	262	-	263	263	1,314	7,148
Website services and development	73,180	-	-	290	-	-	-	-	73,470	65,990
	1,466,019	19,208	42,072	3,385	4,235	10,855	11,679	8,574	1,566,027	2,423,812
IAA, Congress Bursary, Financial Assistance and Advice and Assistance Funds	358	-	-	-	-	-	-	-	358	23,318
Section administration (recoveries)	(158,186)	33,558	41,575	9,149	14,645	11,315	32,329	15,615	-	-
	1,308,191	52,766	83,647	12,534	18,880	22,170	44,008	24,189	1,566,385	2,447,130
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	<b>\$ 593,499</b>	<b>\$ 25,727</b>	<b>\$ 18,345</b>	<b>\$ 6,873</b>	<b>\$ 12,477</b>	<b>\$ 8,175</b>	<b>\$ 26,188</b>	<b>\$ 9,397</b>	<b>\$ 700,681</b>	<b>\$ 107,279</b>



# INTERNATIONAL ACTUARIAL ASSOCIATION

## SCHEDULE OF CASH FLOWS (Unaudited) FOR THE YEAR ENDED DECEMBER 31, 2020

	IAA Excluding Sections	AFIR/ERM	ASTIN	AWB	IAAHS	IACA	IAALS	PBSS	2020	2019
<b>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES</b>										
Excess (deficiency) of revenues over expenses	\$ 593,499	\$ 25,727	\$ 18,345	\$ 6,873	\$ 12,477	\$ 8,175	\$ 26,188	\$ 9,397	\$ 700,681	\$ 107,279
Items not affecting cash:										
Amortization of tangible capital assets	48,313	3,321	3,847	907	1,361	1,077	2,937	1,550	63,313	66,578
Unrealized gain on investments	(12,115)	(6,070)	(17,476)	(495)	(1,645)	(4,114)	(4,813)	(1,027)	(47,755)	(140,695)
Revenues of IAA, Congress Bursary, Financial Assistance and Advice and Assistance Funds	(1,238)	-	-	-	-	-	-	-	(1,238)	(23,993)
Revenues of IAA Section Funds	-	(8,646)	(10,711)	(2,357)	(3,773)	(2,915)	(8,329)	(4,023)	(40,754)	(30,274)
Section administration (recoveries)	(158,186)	33,558	41,575	9,149	14,645	11,315	32,329	15,615	-	-
Net change in non-cash working capital:										
Trade receivables	21,413	11,011	11,732	-	(1,800)	(1,100)	5,713	2,433	49,402	(25,402)
Inventories	2,044	-	-	-	-	-	-	-	2,044	3,313
Prepaid expenses	(69,758)	(51)	(18,370)	-	(51)	(237)	(51)	(51)	(88,569)	21,180
Note receivable	360,000	-	-	-	-	-	-	-	360,000	(360,000)
Accounts payable and accrued liabilities	(30,010)	(6,991)	10,148	(3,939)	(1,990)	(1,653)	566	(698)	(34,567)	(22,166)
Deferred revenue	2,518	(300)	(750)	(2,150)	(100)	50	(150)	250	(632)	(66,497)
	<u>756,480</u>	<u>51,559</u>	<u>38,340</u>	<u>7,988</u>	<u>19,124</u>	<u>10,598</u>	<u>54,390</u>	<u>23,446</u>	<u>961,925</u>	<u>(470,677)</u>
<b>CASH FLOWS (USED FOR) FROM INVESTING ACTIVITIES</b>										
Additions to capital assets, net of dispositions	(21,153)	(487)	(601)	2,194	(210)	(183)	(471)	(240)	(21,151)	(2,719)
Net proceeds (purchases) of investments	(730,774)	8,608	1,009	24,921	(5,501)	(1,171)	(18,735)	(9,850)	(731,493)	17,031
	<u>(751,927)</u>	<u>8,121</u>	<u>408</u>	<u>27,115</u>	<u>(5,711)</u>	<u>(1,354)</u>	<u>(19,206)</u>	<u>(10,090)</u>	<u>(752,644)</u>	<u>14,312</u>
<b>CASH FLOWS FROM (USED FOR) FINANCING ACTIVITIES</b>										
Contributions received from held funds	(12,225)	8,646	10,711	(2,568)	3,773	2,915	8,329	4,023	23,604	371,040
<b>OTHER ACTIVITY</b>										
Disbursement of section net assets	-	-	-	(21,000)	-	-	-	-	(21,000)	-
Section administration (recoveries)	158,186	(33,558)	(41,575)	(9,149)	(14,645)	(11,315)	(32,329)	(15,615)	-	-
	<u>158,186</u>	<u>(33,558)</u>	<u>(41,575)</u>	<u>(9,149)</u>	<u>(14,645)</u>	<u>(11,315)</u>	<u>(32,329)</u>	<u>(15,615)</u>	<u>(21,000)</u>	<u>-</u>
<b>INCREASE (DECREASE) IN CASH DURING THE YEAR</b>	<b>150,514</b>	<b>34,768</b>	<b>7,884</b>	<b>2,386</b>	<b>2,541</b>	<b>844</b>	<b>11,184</b>	<b>1,764</b>	<b>211,885</b>	<b>(85,325)</b>
<b>CASH AND EQUIVALENTS, BEGINNING OF THE YEAR</b>	<b>156,259</b>	<b>8,490</b>	<b>1,530</b>	<b>475</b>	<b>4,072</b>	<b>999</b>	<b>639</b>	<b>6,614</b>	<b>179,078</b>	<b>264,403</b>
<b>CASH AND EQUIVALENTS, END OF THE YEAR</b>	<b>\$ 306,773</b>	<b>\$ 43,258</b>	<b>\$ 9,414</b>	<b>\$ 2,861</b>	<b>\$ 6,613</b>	<b>\$ 1,843</b>	<b>\$ 11,823</b>	<b>\$ 8,378</b>	<b>\$ 390,963</b>	<b>\$ 179,078</b>