

FSRA F20-23 Annual Business Plan Amended F'21 Budget – July 2020

Amended Sector Fee Assessment and Cost Impact

Sector (000's)	Insurance							Pensions (Fixed and Variable)	Credit Unions (Variable)	Mortgage Brokers (Fixed)	Loans & Trusts (Variable)	Financial Advisor & Financial Planner	Total
	Auto Products	Health Service Providers (Fixed)	P&C Conduct	P&C Prudential Regulation	Life Conduct & Life Health (Variable)	Life Conduct & Life Health (Fixed)	Total Insurance						
2020-2021 Revenue													
Activity Fees	16	148	187	1	-	5,679	6,031	56	113	-	2	-	6,201
Fee Assessment	20,032	4,012	11,004	203	2,309	-	37,561	26,207	12,940	-	53	581	77,342
Licensing Fees	-	-	-	-	-	-	-	-	-	13,457	-	-	13,457
Total Revenue	20,048	4,160	11,191	204	2,309	5,679	43,592	26,263	13,053	13,457	55	581	97,000
2020-2021 Cost													
Direct Cost	14,448	3,792	8,430	154	1,703	4,189	32,715	19,791	9,835	8,590	41	599	71,570
Common Cost	5,665	1,487	3,305	60	668	1,642	12,828	7,760	3,856	3,368	16	-	27,829
Total Cost	20,114	5,278	11,735	214	2,371	5,831	45,544	27,551	13,691	11,958	58	599	99,400
Expected Fixed Fee Over Contribution to Common Costs	(410)		(225)	(4)	(47)		(686)	(536)	(265)	1,499	(1)	(12)	(0)
Expected Fixed Fee Under contribution Borne by Variable Payers	1,139	(1,119)			131	(152)	-						-
Recovery Over/(Under)	(795)	-	(319)	(6)	(146)	-	(1,266)	(753)	(373)	-	(2)	(6)	(2,400)
Funding from F19-20 Excess Revenues Over Costs	795	-	319	6	146	-	1,266	753	373	-	2	6	2,400

FSRA's F20-23 Annual Business Plan (ABP) and F20-21 budget was approved by the FSRA Board of Directors (Board) in February 2020. The ABP was thereafter approved by the Minister of Finance. Due to potential hardship in our regulated sectors caused by COVID-19, the Board subsequently amended the FSRA budget, as shown above, to lower the assessment billings by \$2.4M to hold budgeted F20-21 revenues to the same level as F19-20. The Board also approved up to \$2.6M in previously unbudgeted F20-21 costs caused by the COVID-19 disruption (not shown above) but decided not to increase assessment billings to cover such increases. Excess revenues over costs from F19-20 financial results will fund both of these items.