

April 3, 2017
File No.: 71000-10
Ref. No.: 2315

To: All CFOs / Finance Managers of British Columbia Authorized Credit Unions

Re: 2017 Updates to the Capital Adequacy Return Completion Guide Issued for Consultation

In 2013, the Financial Institutions Commission (FICOM) conducted a review of the Capital Adequacy Return (CA Return). As a result of the review, FICOM implemented the audit expectation for CA Return effective 2016 year-end. In 2017, we have revised the Capital Adequacy Return Completion Guide (Completion Guide) to provide further guidance on the audit expectation of the CA Return.

FICOM is issuing for comment a draft 2017 Completion Guide. We have included clarification on audit expectation of the CA Return in Appendix 1 of the Completion Guide. There are no changes to the CA Return template.

The consultation period for the proposed 2017 Completion Guide will close on June 3, 2017. BC credit unions and other interested parties are invited to submit their comments and feedback. FICOM will review all comments before issuing the final Completion Guide that will be effective 2017 year-end.

Stakeholder input is received on a confidential basis in order to obtain valuable and forthright input to assist us in our policy decision making process. FICOM will treat submissions as confidential records and will not publish individual submissions or attribute content. However, please note that all submissions received are subject to the *Freedom of Information and Protection of Privacy Act*.

Please direct any questions or comments to Tiffany Mak, Senior Analyst, Financial and Regulatory Reporting at Tiffany.Mak@ficombc.ca.

-
- Superintendent of Financial Institutions
 - Superintendent of Pensions
 - Registrar of Mortgage Brokers

2800-555 West Hastings
Vancouver, BC V6B 4N6
Telephone: 604 660-3555
Facsimile: 604 660-3365
www.fic.gov.bc.ca

Sincerely,

A handwritten signature in blue ink, appearing to read 'Mehrdad Rastan', with a long horizontal flourish extending to the right.

Mehrdad Rastan
Executive Director
Risk, Analytics & Reporting
Regulation

TM/db

Enclosure

cc: Chairs Board of Directors, B.C. Credit Unions