

Memorandum



To: Our Ontario Pension Clients
From: Pension Administration Department
Date: January 16, 2020

Re: New Pension Fund Audit Threshold

Effective December 11, 2019, the Government of Ontario has amended the pension Regulations to increase the threshold for pension fund audits from \$3 million to \$10 million in plan asset.

This means that if a DB and/or DC pension plan has less than \$10 million in assets as at the plan's year-end date, no official audited financial statements for the plan are required. Unaudited financial statements, along with a Form 8 for DB pension plans, will still need to be filed with the Financial Services Regulatory Authority of Ontario within 6 months of the plan's year-end date.

This increased threshold will be welcome news for many pension plan sponsors who have been asking for an increase for many years.

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Please feel free to contact your pension administrator (Scott or Dorota) if you have any questions.