



The *Spirit* of Amaranth  
Integrity. Respect. Service.



**Amaranth**  
CREDIT UNION

2019 Annual Report

# Amaranth Credit Union Limited

---



## BOARD OF DIRECTORS:

Marie Strong, President  
Tony Whitford  
Sharon Johnson, Secretary  
Barbara Woolford  
Carla Starr, Vice- President  
Rene Roulette\*\*

\*\*Denotes expired term 2020

## MANAGEMENT:

Leona Asham, General Manager

## STAFF:

Cheryl Harris  
Anita Richard  
Stella Roulette  
Lori Duggan  
Christine Campbell  
Georgina Elke  
Connie Young  
Amy Spence

## MISSION STATEMENT:

The Mission of Amaranth Credit Union Limited is to be a member owned and controlled organization dedicated to fair financial service and community development.

## CORE PRINCIPLES:

1. Be respectful, responsible and responsive to our members.
2. Be sensitive to individual member financial needs.
3. Provide stewardship over the financial resources entrusted to us.
4. Promote membership and broader utilization of services.



# Amaranth Credit Union Limited

---

## 59th Annual Meeting Agenda

July 29, 2020 at 7:00 pm

- 1) Greetings
- 2) Welcome & Introduction of Special Guests
- 3) Appointment of Recording Secretary, Meeting Chairperson
- 4) Report of Quorum
- 5) Adoption of the Minutes of the 58th Annual Meeting
- 6) Business Arising from the Minutes
- 7) President's Message
- 8) Management Report
- 9) Adoption of the Financial Reports
- 10) Appointment of Auditors
- 11) Election of Directors
  - a) Qualifications of a Director
  - b) Nominating Committee Report
  - c) Appointment of Scrutineers
  - d) Voting Procedures
  - e) Voting
- 12) By-laws amendments
- 13) Closing Remarks and Adjournment
- 14) Door Prize Draws

**Amaranth Credit Union Limited**  
**Summary Financial Statements**  
*December 31, 2019*

## Independent Auditor's Report

---

To the Members of Amaranth Credit Union Limited:

### Opinion

The summary financial statements, which comprise the summary statement of financial position as at December 31, 2019, and the summary income statement, summary statements of changes in members' equity and cash flows, are derived from the audited financial statements of Amaranth Credit Union Limited (the "Credit Union") for the year ended December 31, 2019.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements of Amaranth Credit Union Limited for the year ended December 31, 2019.

### Report on Other Legal and Regulatory Requirements

As at December 31, 2019 the Credit Union met the capital and liquidity reserve requirements established by Sections 15, 21 and 21(1) of the Regulations to the Credit Unions and Caisses Populaires Act of Manitoba.

Readers of the summary financial statements are advised that in order to appropriately interpret the Credit Union's capital and liquidity reserve requirements, the reader must refer to the audited financial statements and notes for the year ended December 31, 2019.

### Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

### The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated January 21, 2020.

### Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with International Financial Reporting Standards.

### Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standards (CAS) 810, Engagements to Report on Summary Financial Statements.

Brandon, Manitoba

January 22, 2020

*MNP LLP*

Chartered Professional Accountants

**MNP**

**Amaranth Credit Union Limited**  
**Summary Statement of Financial Position**  
*As at December 31, 2019*

	<b>2019</b>	2018
<b>Assets</b>		
Cash and cash equivalents	946,212	936,428
Investments and accrued interest	4,701,177	3,229,913
Members' loans receivable and accrued interest	8,675,887	9,245,912
Current tax receivable	-	7,956
Property and equipment	30,569	45,124
Prepaid expenses	90,512	89,394
Deferred tax	50,000	50,000
	<b>14,494,357</b>	13,604,727
<b>Liabilities</b>		
Member deposits and accrued interest	11,911,247	11,047,431
Current tax payable	3,284	-
Accounts payable	118,881	212,575
	<b>12,033,412</b>	11,260,006
<b>Members' equity</b>		
Member shares	6,390	6,755
Retained earnings	2,454,555	2,337,966
	<b>2,460,945</b>	2,344,721
	<b>14,494,357</b>	13,604,727

Approved on behalf of the Board

Signed "Marie Strong"  
 Director

Signed "Carla Starr"  
 Director

*A full set of audited financial statements is available from the Credit Union*

**Amaranth Credit Union Limited**  
**Summary Income Statement**  
*For the year ended December 31, 2019*

	2019	2018
<b>Interest income</b>		
Member loans	784,596	806,345
Investments	72,866	64,644
	<b>857,462</b>	870,989
<b>Interest expense</b>		
Deposits	132,549	131,898
Interest on borrowed money	406	768
	<b>132,955</b>	132,666
<b>Gross financial margin</b>	<b>724,507</b>	738,323
<b>Operating Expenses</b>		
Administration	237,485	220,540
Amortization	17,194	14,651
Member security	25,968	19,850
Occupancy	157,470	125,216
Organizational	108,934	73,833
Personnel	460,951	453,432
	<b>1,008,002</b>	907,522
<b>Net operating expenses</b>	<b>(283,495)</b>	(169,199)
<b>Other Income</b>	<b>429,611</b>	378,068
<b>Income before provision for impaired loans, patronage refund and income taxes</b>	<b>146,116</b>	208,869
<b>Provision for impaired loans</b>	<b>9,743</b>	42,911
<b>Income before patronage refund and income taxes</b>	<b>136,373</b>	165,958
<b>Patronage refund</b>	<b>-</b>	(81,000)
<b>Income before income taxes</b>	<b>136,373</b>	84,958
<b>Income taxes</b>		
Current	19,784	8,544
<b>Net income</b>	<b>116,589</b>	76,414

A full set of audited financial statements is available from the Credit Union

**Amaranth Credit Union Limited**  
**Summary Statement of Changes in Members' Equity**  
*For the year ended December 31, 2019*

---

	<i>Member shares</i>	<i>Retained earnings</i>	<i>Total equity</i>
<b>Balance December 31, 2017</b>	<b>6,745</b>	<b>2,261,552</b>	<b>2,268,297</b>
Net income	-	76,414	76,414
Issuance of member shares	325	-	325
Redemption of member shares	(315)	-	(315)
<b>Balance December 31, 2018</b>	<b>6,755</b>	<b>2,337,966</b>	<b>2,344,721</b>
Net income	-	116,589	116,589
Issuance of member shares	295	-	295
Redemption of member shares	(660)	-	-
<b>Balance December 31, 2019</b>	<b>6,390</b>	<b>2,454,555</b>	<b>2,461,605</b>

---

*A full set of audited financial statements is available from the Credit Union*



**Amaranth Credit Union Limited**  
**Summary Statement of Cash Flows**

*For the year ended December 31, 2019*

	2019	2018
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Interest received from members' loans	782,068	798,330
Interest and dividends received from investments	72,866	69,287
Service charges and other income received	429,611	378,068
Cash paid to suppliers and employees	(999,518)	(917,398)
Interest paid on deposits	(145,133)	(122,351)
Interest paid on borrowed money	(406)	(768)
Income taxes paid	(16,500)	(13,066)
	<b>122,988</b>	<b>192,102</b>
<b>Financing activities</b>		
Net change in member deposits	876,400	(834,926)
Issuance of member shares	295	325
Redemption of member shares	(660)	(315)
Patronage paid to members	(81,000)	(100,000)
	<b>795,035</b>	<b>(934,916)</b>
<b>Investing activities</b>		
Net change in members' loans receivable and accrued interest	562,810	155,494
Purchases of investments	(1,468,410)	-
Proceeds on disposal investments and accrued interest	-	978,330
Purchases of property and equipment	(2,639)	(10,910)
	<b>(908,239)</b>	<b>1,122,914</b>
<b>Increase in cash and cash equivalents</b>	<b>9,784</b>	<b>380,100</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>936,428</b>	<b>556,328</b>
<b>Cash and cash equivalents, end of year</b>	<b>946,212</b>	<b>936,428</b>

*A full set of audited financial statements is available from the Credit Union*



**Amaranth**  
CREDIT UNION

204 Kinosota Road North | Box 109  
Amaranth, Manitoba R0H 0B0  
Tel 204.843.2601 | Fax 204.843.5500