

Report of the independent auditors on the **SUMMARY FINANCIAL STATEMENTS**



To the Board of Governors of Scouts Canada National Operation

The accompanying summary financial statements of Scouts Canada National Operation, which comprise the summary statement of financial position as at August 31, 2014 and the summary statement of operations for the year then ended, and related notes, are derived from the audited financial statements prepared in accordance with Canadian accounting standards for not-for-profit organizations, of Scouts Canada National Operation as at August 31, 2014, and for the year then ended.

We expressed an unmodified audit opinion on those financial statements in our report dated November 6, 2014.

The summary financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations applied in the preparation of the audited financial statements of Scouts Canada National Operation. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Scouts Canada National Operation.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements on the basis described in note 1.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements".

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of Scouts Canada National Operation as at August 31, 2014 and for the year then ended are a fair summary of those financial statements, in accordance with the basis described in note 1.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Professional Accountants, Licensed Public Accountants
November 6, 2014
Ottawa, Canada

SCOUTS CANADA NATIONAL OPERATION

Summary Statement of Financial Position

August 31, 2014, with comparative information for 2013

(In thousands of dollars)

	2014	2013
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ASSETS		
Current assets	\$6,646	\$ 6,885
Investments	12,792	11,134
Tangible capital and intangible assets	1,866	2,458
Prepaid pension costs	4,738	4,169
Employee future benefits recovery receivable	338	984
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	\$26,380	\$25,630
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LIABILITIES AND FUND BALANCES		
Current liabilities	\$4,640	\$ 3,697
Deferred capital contributions	395	593
Loans payable to related parties	205	305
Accrued employee future benefits	5,593	5,756
Fund balances	15,547	15,279
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	\$26,380	\$25,630
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See accompanying notes to summary financial statements.

Summary Statements of Operations

Year ended August 31, 2014, with comparative information for 2013 (In thousands of dollars)

	Operating Fund	Restricted Funds	Total 2014	Total 2013
REVENUE:				
Membership fees	\$4,476	\$ –	\$4,476	\$4,578
Retail	3,995	–	3,995	4,518
Fundraising	1,956	28	1,984	1,917
Other	1,385	345	1,730	1,083
Canadian Jamboree	–	–	–	3,667
	11,812	373	12,185	15,763
Expenses:				
Salaries and benefits	4,311	–	4,311	4,200
Retail	2,966	–	2,966	3,274
Program services	617	–	617	379
Grants	457	–	457	406
Technology services	312	–	312	393
Financial services	860	–	860	514
Marketing and communications	796	–	796	1,001
Fundraising	163	–	163	265
Administration	638	–	638	563
Compliance and governance	463	550	1,013	1,407
Human resources & Volunteer services	551	–	551	343
Canadian Jamboree - direct expenses	33	–	33	3,217
Restricted funds - other	–	333	333	185
	12,167	883	13,050	16,147
Deficiency of revenue over expenses before the undernoted	(355)	(510)	(865)	(384)
Unrealized gains on investments	640	456	1,096	216
World Scout Foundation donations	–	37	37	279
Excess (deficiency) of revenue over expenses	\$285	\$(17)	\$268	\$111

See accompanying notes to summary financial statements.

Scouts Canada National Operation

Notes to Summary Financial Statements

Year ended August 31, 2014

Scouts Canada is a national organization operating programs aimed at contributing to the development of young people in achieving their full physical, intellectual, social and spiritual potential as individuals, as responsible citizens and as members of their local, national and international communities through the application of Scouts Principles and Practices.

Scouts Canada was incorporated on June 12, 1914, by an Act of the Canadian Parliament and is a registered charity under the Income Tax Act (Canada), and as such is not subject to income taxes. Scouts Canada National Operation is responsible for the national activities of Scouts Canada and provides services to the Provincial and Regional Councils of Scouts Canada.

1. Summary financial statements:

The summary financial statements are derived from the complete audited financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, as at August 31, 2014 and for the year then ended.

The preparation of these summary financial statements requires management to determine the information that needs to be reflected in the summary financial statements so that they are consistent, in all material respects, with or represent a fair summary of the audited financial statements.

These summarized financial statements have been prepared by management using the following criteria:

- (a) whether information in the summary financial statements is in agreement with the related information in the complete audited financial statements; and
- (b) whether, in all material respects, the summary financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the related complete audited financial statements, including the notes thereto.

Management determined that the statements of changes in fund balances and cash flows do not provide additional useful information and as such have not included them as part of the summary financial statements.

The complete audited financial statements of Scouts Canada National Operation are available upon request by contacting the management of Scouts Canada National Operation.