

# Report of the Independent Auditors on the Summary Financial Statements



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## 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, 2017 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, 2017, and for the year then ended.

We expressed an unmodified audit opinion on those financial statements in our report dated November 17, 2017.

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, 2017 and for the year then ended are a fair summary of those financial statements, in accordance with the basis described in note 1.

The auditor's report on the audited financial statements contains an Emphasis of Matter paragraph, drawing attention to the impact of the restructuring of Scouts Canada National Operations, as summarized in note 2. Our audit opinion is not modified in respect of the matter emphasized.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants, Licensed Public Accountants  
November 17, 2017  
Ottawa, Canada

# Scouts Canada National Operation

## Summary Statement of Financial Position

August 31, 2017, with comparative information for 2016 (In thousands of dollars)

	2017	2016
<b>ASSETS</b>		
Current assets	\$11,470	\$ 9,504
Investments	14,506	14,384
Tangible capital and intangible assets	1,527	1,077
Prepaid pension costs	4,003	4,653
Employee future benefits recovery receivable	–	274
	<b>\$ 31,506</b>	<b>\$ 29,892</b>
<b>LIABILITIES AND FUND BALANCES</b>		
Current liabilities	\$9,351	\$9,207
Deferred capital contributions	554	–
Accrued employee future benefits	3,652	3,619
Fund balances	17,949	17,066
	<b>\$ 31,506</b>	<b>\$ 29,892</b>

See accompanying notes to summary financial statements.

## Summary Statement of Operations

Year ended August 31, 2017, with comparative information for 2016 (In thousands of dollars)

	Operating Fund	Restricted Funds	Total 2017	Total 2016
<b>REVENUE:</b>				
Membership fees	\$ 11,042	\$ –	\$ 11,042	\$ 10,434
Retail	4,975	–	4,975	4,725
Fundraising	4,835	1,008	5,843	5,732
Other	2,229	290	2,519	2,330
Canadian Jamboree	3,611	–	3,611	–
	26,692	1,298	27,990	23,221
<b>EXPENSES:</b>				
Salaries and benefits	11,408	–	11,408	10,945
Recovery of salaries and benefits	(1,592)	–	(1,592)	(1,645)
Retail	3,390	–	3,390	3,389
Program services	310	–	310	402
Grants	87	23	110	203
Technology services	386	–	386	382
Financial services	873	18	891	781
Marketing and communications	444	–	444	436
Fundraising	2,937	–	2,937	3,470
Administration	692	30	722	761
Compliance and governance	562	949	1,511	1,096
Human resources & volunteer services	355	–	355	392
Field operations	749	–	749	662
Field services	835	–	835	702
Canadian Jamboree - direct expenses	3,460	–	3,460	–
Restricted funds - other	–	202	202	520
	24,896	1,222	26,118	22,496
Excess (deficiency) of revenue over expenses before the undernoted	1,796	76	1,872	725
Unrealized gains (losses) on investments	267	(32)	235	177
World Scout Foundation donations	–	30	30	7
Excess (deficiency) of revenue over expenses	\$2,063	\$74	\$ 2,137	\$ 909

See accompanying notes to summary financial statements.

# Scouts Canada National Operation

## Notes to Summary Financial Statements Year ended August 31, 2017

Scouts Canada National Operation (the "National Operation") 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.

The National Operation is a registered charity and is responsible for the national activities of Scouts Canada and provides services to the Councils of the National Operation.

### 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, 2017 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.